

Table with exchange rates for various countries including Australia, Canada, France, Germany, etc.

Barcelona Games Hurdle The Barriers of Bias Solidarity Prevails at Olympics

By William Drozdiak Washington Post Service BARCELONA — After four decades of East-West competition, the 1992 Olympics, which closed Sunday, will go down in history as the Games that not only epitomized the death of the Cold War on the athletic field but brought down other racial and ideological barriers as well.



SMASHING TIME — Henk-Jan Held, a Dutchman, spiking the volleyball toward Paulao Silva, left, and Alexandre Sammel. Brazil won, 3-0, for the gold medal.

OLYMPIC PODIUM

Cuba Dominates Boxing Heavyweight Félix Savón lifted a banner high with the words "Cuba Champions." Obviously, Cuban boxers amassed seven gold medals in Olympic boxing.

The Legacy Lingers On "You will see perhaps another team of professionals in the Olympics," the U.S. basketball coach, Chuck Daly, said after the Dream Team's 117-85 victory over Croatia for the gold medal.

South Korean Victory Hwang Young Cho of South Korea won the Olympic marathon Sunday, running 42 kilometers (26 miles) in 2 hours, 13 minutes and 23 seconds.

German Jumping Medal Ludger Beerbaum of Germany rode Classic Touch on two faultless rides to win the equestrian gold medal in individual jumping with a perfect score of 0.0.

German Jumping Medal (continued) In water polo, Ferdinando Gandolfi scored the winning goal after more than 17 minutes of overtime to give Italy a 9-8 victory over Spain for the gold medal.

German Jumping Medal (continued) In the bronze medal game, the Unified Team beat the United States, 8-4.

Olympic report: Pages 15, 16 and 17

U.S. Support For UN Force Is Linked to Aid Flights

Caution Marks Stands As Agreement on Balkan Resolution Seems Near

By Paul F. Horvitz International Herald Tribune WASHINGTON — As agreement neared on a United Nations resolution authorizing force in the Balkans, a top American official signaled Sunday that the measure would not be invoked as long as UN relief flights at the Sarajevo airport continued unimpeded.

Israel Leadership Acts to Alter 'Stupid Law' Against Talks With PLO

By David Hoffman Washington Post Service JERUSALEM — The new government of Prime Minister Yitzhak Rabin will ask the Israeli parliament to revise a 1986 law outlawing meetings with the Palestine Liberation Organization, a senior government official announced Sunday.

don't think we have to change it," he added. Mr. Rabin had promised in his campaign to change the law, and in the first few weeks, his government has all but ceased enforcing it.

you are meeting Palestinians with the intention to harm the interest of Israel," he said. This would be similar to the provisions covering meetings with people from Arab countries who are intending to harm the state.

New UN Team in Iraq, Under Curb, Starts Inspections

By Nora Boustany Washington Post Service AMMAN, Jordan — A new and heavily guarded United Nations team of experts completed its first day of investigation Sunday into Iraq's weapons programs and missile capability, amid a new Iraqi ban on entering government ministries.

cal and ballistic, the United Nations inspectors said they would resume their task Monday. Mr. Smidovich would answer questions about whether the specialists had found.

morning in seven four-wheel-drive vehicles escorted by eight cars and vans and a police car with Iraqi security personnel.

From Beggar to Chooser Taipei May Get Pick of U.S. or French Fighters

By Laurence Zuckerman International Herald Tribune TAIPEI — After more than a decade when Taiwan could find no country willing to sell it advanced jet fighters, it may now be in the position of having to choose between two foreign suppliers.

persuade the White House to approve the sale, which they say would save 3,000 jobs. Even before Mr. Bush's announcement, however, President François Mitterrand of France had been considering whether to allow Dassault Aviation to sell as many as 100 Mirage 2000-5 advanced fighters to Taiwan in a bid to shore up the struggling French company.



Muslim and Croatian prisoners at a Serb-run detention camp in Bosnia. Page 2.

Armenian Leader Accuses Azerbaijan

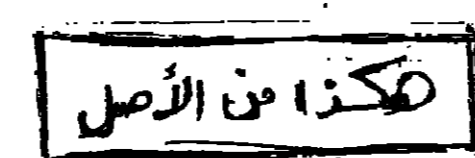
MOSCOW (Reuters) — President Levon A. Ter-Petrosyan of Armenia accused Azerbaijan on Sunday of launching "undeclared war" and appealed to former Soviet states to aid Armenia.

Coastal Pilot Grounded the QE2, Liner's Owner Says

BOSTON — As the Queen Elizabeth 2 limped toward dry dock Sunday for repair of six gashes in its hull, the ship's owner said a U.S. coastal pilot was in control of the heavy liner when it ran aground off Massachusetts.

said the ship's captain, Ron Woodall, had turned control of it over to a coastal pilot, John F. Hadley of Newport, Rhode Island, who steered it onto the shelf.

Table with various news items: General News, Business/Finance, Crossword, Weather.



Particle Physics: A Case for Costly Fundamental Knowledge

The Senate voted last week to re-start funding for the \$3.25 billion superconducting supercollider in Texas...

A. The greatest hostility comes from colleagues in other disciplines whose own research programs are becoming ever more expensive...

MONDAY Q&A

Q. Does this research have a practical result? A. Our justification must be that we are producing knowledge which is part of the basic intellectual capital of the human race...

quickly and has produced a lot of interesting results. It enabled us to count the number of different types of neutrinos...

Q. Why do you draw a link between particle physics and cosmology? A. If you want to understand what happened in the universe when it was very young you need to tackle that with particle physics...

happened in the universe when it was very young you need to tackle that with particle physics. We believe that the structures we see in the universe have evolved from fluctuations...

arisen in two different ways. One is where someone comes with a philosophical approach to attack the things which are really fundamental...

UN Force, Once Cheered, Is Now a Target of Sarajevo Anger

By John F. Burns, New York Times Service

SARAJEVO, Bosnia-Herzegovina — By proposing that the United Nations authorize the use of force to keep relief supplies flowing into Bosnia...

sions, few have had so many problems. Peacekeeping troops have been repeatedly attacked with mortar, sniper and artillery fire...

General MacKenzie in New York last week that "both sides" in the war were filled with hatred. Mr. Zetbegovic said this could only have been said by someone who knew nothing of Sarajevo's Muslims and their 500-year tradition of tolerance...

riers have been spat upon, and pedestrians have made obscene gestures at peacekeepers. The implication is that the United Nations has promoted the cause of the Serbian nationalist forces that have bombarded this city for four months...

"We are very grateful for the relief supplies, and I wouldn't want anybody to think that we do not appreciate the risk the United Nations has taken to deliver them," he said.

Matters have reached the point where Mr. Zetbegovic described the UN commander who completed his tour of duty here last week as "an ignorant man."

Whether matters will improve under the permanent replacement, Brigadier General Hussein Ali Abdul Rezak of Egypt, who is scheduled to arrive here later this month, remains to be seen.

Often, UN officials speak of the war as a confrontation between Serbs and Muslims, whereas the government insists that it is fighting for a society in which Muslims, Serbs and Croats can live in harmony.



Milan Panic, prime minister of the Serbia-Montenegro remnant of federal Yugoslavia, visiting an army barracks in Belgrade.

Muslim Prisoners Thin From Fasting, A Serb Explains

By Chnck Sudetic, New York Times Service

OMARSKA, Bosnia-Herzegovina — Pale and gaunt under a dirty Batman sweatshirt, Mirsad, a 24-year-old Bosnian Muslim prisoner from the nearby ghost town of Kozarac, complained little of the treatment he had received at the Serb-run detention camp here.

their captors, detainees at Trnopolje, many of whom said they had been transferred from Omarska, gave detailed descriptions of brutal beatings, killings and weeks with almost no food.

Serbs Vow Final Push on Bosnia Town

Compiled by Our Staff From Dispatches

SARAJEVO, Bosnia-Herzegovina — Serbian forces threatened a final assault to capture the Bosnian town of Gorazde on Sunday after major fighting with Muslims trying to break the four-month blockade.

"Gorazde will soon join the free cities of the region," Serbian forces threatened a final assault to capture the Bosnian town of Gorazde on Sunday after major fighting with Muslims trying to break the four-month blockade.

The announcement came a day after the leader of Bosnia's Serbs, Radovan Karadzic, proposed dismantling the camps and exchanging Serbian prisoners for Croats and Muslims.

Asked why the prisoners were so thin, he said the Muslims were naturally skinny because they did not eat pork and fasted each year during Ramadan. "That's the way the Muslim nation is," he said.

SIAM LODGE GROUP OF HOTELS BANGKOK AIRPORT BANGKOK PATTHA CHANGMAI PHUKET SAVILE BANGKOK THE BOULEVARD

CAUTION: No Force if Sarajevo Airport Stays Open

(Continued from page 1) "terribly frustrating" but remained wary of deep U.S. involvement. "We want to help," he said. "We want to resolve it. On the other hand, there are the perils of getting involved in an endless, difficult, bloody, cruel conflict without being able to calculate how we can, in fact, resolve it."

He repeatedly stressed the complexity of the Balkan war and cautioned against adherence to "sacred quick and easy military answer." He said he wanted to lay to rest any implication that he would dispatch ground forces to the region, but later denied that he had ruled out ground forces.

Asked why the prisoners were so thin, he said the Muslims were naturally skinny because they did not eat pork and fasted each year during Ramadan. "That's the way the Muslim nation is," he said. "Have you read the Koran?"

WORLD BRIEFS

Thousands Flee Shelling in Kabul KABLUL (Reuters) — Thousands of people fled Kabul on Sunday after the government apparently failed to negotiate a halt to shelling between rival mujahidin groups in the capital. Thousands fled in trucks, buses and on foot, leaving a ghost town devastated by rockets and shelling.

Poison Gas for Syria Is Intercepted BONN (Reuters) — A German freighter carrying poison-gas materials to Syria was stopped in Cyprus last week and ordered to return its cargo to Larnaca, the German Foreign Ministry said Sunday.

Philippine Volcano Stirring Again MANILA (AP) — Mount Pinatubo may erupt within a week with fury comparable to the blast last year that killed 700 people and drove hundreds of thousands from their homes, scientists said Sunday.

2 U.S. Marines Die in Kuwait Crash KUWAIT (Reuters) — Two U.S. Marine Corps helicopter crewmen taking part in joint exercises in Kuwait were killed early Sunday when their unarmed AH-1W Cobra crashed near the border with Iraq, a military statement said.

Congo's President Loses Election BRAZZAVILLE, Congo (Reuters) — Denis Sassou-Nguesso became what is believed to be only the third mainland African leader to be voted out of office when results of presidential elections were announced over the weekend. He finished a poor third, with 17 percent of the vote.

TRAVEL UPDATE The weekly Indian Pacific passenger service of Australian National Railways between Sydney and Perth will be upgraded over two years with the aim of making it a first-class service, the Australian government announced.

The Weather Forecast for Tuesday through Thursday. Includes a map of the world and weather icons for sun, clouds, rain, snow, etc.

Table with columns for region (North America, Europe, Asia, Africa, Latin America, Middle East, Oceania), city, and weather conditions (High, Low, Wind, etc.)

Large vertical advertisement on the right edge of the page, partially cut off, featuring the word 'BANGKOK' and other text.

# CAMPAIGN '92 / TRIUMPHS IN TACTICS

## ★ ELECTION NOTES ★

### Bush Environment Aide Has Praise for Gore

WASHINGTON — William K. Reilly, director of the Environmental Protection Agency, said he disagreed with Bush administration colleagues who have characterized Senator Al Gore, the Democratic vice presidential nominee, as an "environmental extremist."

In a television interview, Mr. Reilly said that he took issue with some of the environmental measures proposed by Mr. Gore in his book titled "Earth in Balance." But he also indicated that he admired Mr. Gore's commitment to environmental issues and thought it would help the Democratic ticket, particularly in California.

"I have a lot of respect for that book," Mr. Reilly said. "I think the kinds of issues he addresses, the fact that he wrote it himself and it is obviously the product of a lot of concern and passion."

"I think Senator Gore, obviously, is very proud of his environmental record, and he has done some important things," Mr. Reilly added. "I don't think he is an environmental extremist." Several top administration officials, including the White House press secretary, Martin Fitzwater, have used that phrase. (LAT)

### Quayle Team's Pitchers Throw in the Glove

WASHINGTON — The Quayle staff was on a losing streak. Things were looking bad when the starting pitcher took a long drive in the hip during warm-ups and had to be replaced. Later, the replacement was hit in the foot with a ball. Conspiracy theories began to accumulate: "How come our team members keep getting hit rather than getting hits?" one player demanded.

David C. Beckwith, Vice President Dan Quayle's press secretary, hoped to salvage the situation when he finally caught a fly ball. But alas, nothing could save the team. The Energy Department won, 18-4.

The Bush-Quayle league is one of the many Washington softball leagues that hit local fields each summer. A few nights a week from April to September, lawyers, politicians, journalists, lobbyists and others shove policy squabbling in favor of sneakers, saving their injuries naturally come with each season, and it seems every team has a good ambulance story. The Washington bureau of one newspaper has a player who is known throughout the capital for plowing down second basemen. He hospitalized one.

"What you have are a bunch of people whose egos exceed their athletic abilities," said Mark Rubin, a congressman. (NYT)

### Heavy Spending on Congressional Campaign Trail

WASHINGTON — Congressional campaign spending has shot up this year, but political action committees are providing a smaller share of the cash, according to a Federal Election Commission report.

Spending through June 30 in all House and Senate races reached \$288 million, up 50 percent from \$192 million two years ago. The increase appeared to be caused largely by two hotly contested Senate races in California, which had none in 1990, and by an increase in House candidates seeking to take advantage of reapportionment. There are 2,247 people in races for the 435 House seats this year, as against 1,372 in 1990.

Spencer Abraham, co-chairman of the National Republican Congressional Committee, said "a very anti-incumbent sort of atmosphere" was a major cause in the increased number of candidates and the fund-raising success of many House Republican challengers.

Leslie C. Francis, executive director of the Democratic Congressional Campaign Committee, said he thought the opportunities offered by redistricting were the main reason for the surge in both candidates and spending, but he said complaints about Congress meant "this is the year to be running as a challenger." (NYT)



STEPPING OUT — President Bush and his granddaughter Ellie LeBlond climbing aboard Air Force One in Washington on their way to a vacation weekend in Kennebunkport, Maine.

### Quote-Unquote

Bill Clinton, speaking to 1,000 supporters at a rally in La Crosse, Wisconsin: "You know it's going to take a lot of courage for you to vote for us. Our opponents in this race, you know what they're going to say, they're going to say 'Clinton and Gore are rookies. They're just two young fellows with a lot of strange ideas and they could make it a lot worse.' I'll tell you something. We could make it a lot better, too."

### Away From the Hustings

- The space shuttle Atlantis landed at Cape Canaveral, Florida, ending an eight-day mission that was marred by the scuttling of a tethered satellite experiment because of malfunctions. European Space Agency officials said, however, that another satellite released by the shuttle had reached its proper orbit after overcoming technical problems.
- At least 545 people, including 87 children, were arrested as abortion opponents converged on a women's clinic in Milwaukee. It was the most arrests in a single day during a summer of anti-abortion activity at the city's six abortion clinics, the police said.
- The start of the Iran-contra trial of former Defense Secretary Caspar W. Weinberger has been postponed until Jan. 5 by a federal judge, who said more time was necessary to process the documents required by defense lawyers.
- A moderate tremor rumbled through the Mojave Desert in Southern California, but there were no reports of damage or injuries, officials said. The quake, which registered 4.3 on the open-ended Richter scale, was an aftershock of a 7.5 tremor that struck the region in late June.
- A judge in Miami has ruled that the retrial of a police officer charged in the deaths of two black motorists will not be held in the city for fear of race rioting. The case has similarities to the Rodney G. King beating case, which sparked riots in Los Angeles and other cities last spring.
- The Tailhook Association, a group of current and former naval aviators, has apologized to the women who said they were sexually harassed and assaulted at the group's 1991 convention in Las Vegas. In a letter to acting Navy Secretary Sean O'Keefe, the group conceded that it was at least partly responsible for sexual misconduct at the convention.
- Cooler temperatures and higher humidity combined to bolster hopes that a stubborn 8,300-acre (3,300-hectare) wildfire in Idaho would soon be contained, while fire fighters appeared to be winning the battle against two Oregon blazes. AP, WP, LAT, Reuters

## '92 Role Reversal: Republicans Falter As Foes Get Tough

By Robin Toner  
New York Times Service

LITTLE ROCK, Arkansas — Slowly but surely, a thought that defies years of conventional wisdom and real-life experience is taking hold in political circles: Is it possible that in 1992, it is the Democrats who are running the tougher, shrewder, closer-to-the-bone presidential campaign?

It is a notion that is hard even for some Democrats to accept, even in Governor Bill Clinton's tightly wound headquarters in Little Rock.

Over the past few weeks, Clinton strategists have watched with a trace of disbelief as their Republican counterparts have stumbled, stepped on their message, accused the other side of negative campaigning, attacked and apologized and attacked once more.

"I live under the assumption that the Republicans, on a presidential level, are highly skilled," said a somewhat puzzled Stan Greenberg, the Clinton campaign's poll taker.

"In the past, they've run circles around us."

James Carville, a top strategist for the Clinton campaign, permitted himself a small smile. "They've had their way in presidential races for so long, they're kind of like the school yard bully," he asserted. "Now that we're hitting back, they're acting like it's not fair."

Democrats, of course, have had good summers before, only to die slowly between the Labor Day holiday in early September and Election Day in November. Still, these have been three tough weeks for the Republicans, promising a far more competitive autumn than they have grown accustomed to.

Republican presidential strategists had developed fearsome reputations in the 1980s as guerrilla fighters who learned their skills toppling a Democratic establishment and stayed hungry long after they came to power.

Lee Atwater, who managed George Bush's presidential campaign in 1988 and died of a brain tumor last year at the age of 40, was emblematic of the breed. They had a sure sense of the rhythm of a modern presidential campaign, a fix on the national mood and the willingness to do what was necessary to win.

Now, many Republicans fear that their presidential team has lost its edge. Worse still, they fear that



Bill Clinton speaking at a family farm near Chippewa Falls, Wisconsin, at the end of his bus tour.

## Bush Backs Henchman, With a Caveat

Compiled by Our Staff From Dispatches

WASHINGTON — President George Bush said that his deputy campaign manager, Mary Matalin, had been a "very good bulldog" and made it clear that she would keep on attacking his Democratic opponents.

Mr. Bush also scoffed at the notion that her job was in jeopardy because of a press release in which she seemed to attack Bill Clinton's character by referring to "humbo eruptions."

"No, she's not off the reservation," Mr. Bush told a news conference over the weekend. "That matter, as far as I'm concerned, has been laid to rest."

Mr. Bush said he meant to wage "a hard-hitting campaign" against the Democrats.

"We are going to hit them hard, legitimately, on issue differences and on their record," he said. "And we've got a very good bulldog in Mary Matalin, and she's going to keep doing it."

He acknowledged, however, that there "was one little error in that, because of interpretation, where we got across the line that I don't want to cross."

"And that is an area that I would term as a sleaze area," Mr. Bush said. "She understands it, and that's not going to happen again."

Ms. Matalin, apparently contradicting a Bush campaign statement made last week, said that she had not apologized for the memo. (AP, Reuters)

## 7 Key Republicans Urge New Tax Cuts

By Ann Devroy  
Washington Post Service

KENNEBUNKPORT, Maine — A group of leading Republican conservatives has urged President George Bush to embrace a radical new economic proposal at the party's convention next week that would call immediately for a tax cut and allow Mr. Bush to "reassert bold leadership on the economy."

A memorandum sent by the group to Mr. Bush and his senior campaign advisers by the housing and urban development secretary, Jack F. Kemp, and others warns that voters "won't forgive a lack of vision for the future."

The group, which includes Representative Vin Weber of Minnesota, one of Mr. Bush's campaign co-chairmen, wants the proposals to be the foundation of the party's economic plan at the Republican National Convention from Aug. 17 to 20 in Houston.

Besides Mr. Kemp and Mr. Weber, the group is composed of the House minority whip, Newt Gingrich of Georgia, and Senators Connie Mack of Florida, Trent Lott of Mississippi, Robert W. Kasten Jr. of Wisconsin and Malcolm Wallop of Wyoming.

They represent the segment of the party which has long argued that tax reductions for both individuals and businesses will produce a growing economy and should be the Republicans' main economic thrust.

Other, more traditional conservatives, including Mr. Bush, have argued that the first priority should

be reducing the budget deficit.

One campaign official predicted that Mr. Bush and his senior aides would try to negotiate a middle ground to unify the party.

With the president at his lowest standing in the polls and more than 80 percent of the country believing the country is on the wrong track, the administration said Mr. Bush was looking at a new job-creation plan to unveil before or at the convention as his major new proposal.

The memo from the seven Republican leaders calls on Mr. Bush to commit himself and party to a "flatter, lower, simpler tax system."

It calls for an immediate across-the-board reduction in income tax rates, dropping the current 15 percent rate to 12 percent and capping the top rate at 28 percent.

A phased-in increase in the personal exemption would be aimed at "restoring the exemption to the Truman-era level," over \$6,000 in current dollars.

The memo calls on Mr. Bush to push for requiring a three-fifths majority of Congress, rather than the current simple majority, to approve a tax increase.

On the business side, it calls for a reduction in capital-gains taxes to a maximum of 15 percent and to zero for long-term investments.

It also calls on the president to index the capital-gains tax to inflation by executive order, and to propose a system that would allow companies to take into account the impact of inflation in writing off for tax purposes the value of their investment in new equipment.

## Clinton Supports UN Somalia Aid

The Associated Press

LITTLE ROCK, Arkansas — The Democratic presidential nominee, Bill Clinton, says he supports the United Nations Security Council decision to expand relief efforts in Somalia.

Mr. Clinton said in a news release that he supported the decision, including a ruling to provide security for relief workers and supplies. "I also urge President Bush to take the lead in galvanizing the United Nations to find ways to end the tragic civil war that is the principal cause of the crisis in Somalia," Mr. Clinton said.

The statement was issued after Mr. Bush, in Kennebunkport, Maine, had cited the situation in Somalia as another example of a situation that concerned him because of human suffering — but one that, like Bosnia-Herzegovina, was too complex to resolve easily with diplomacy or military force.

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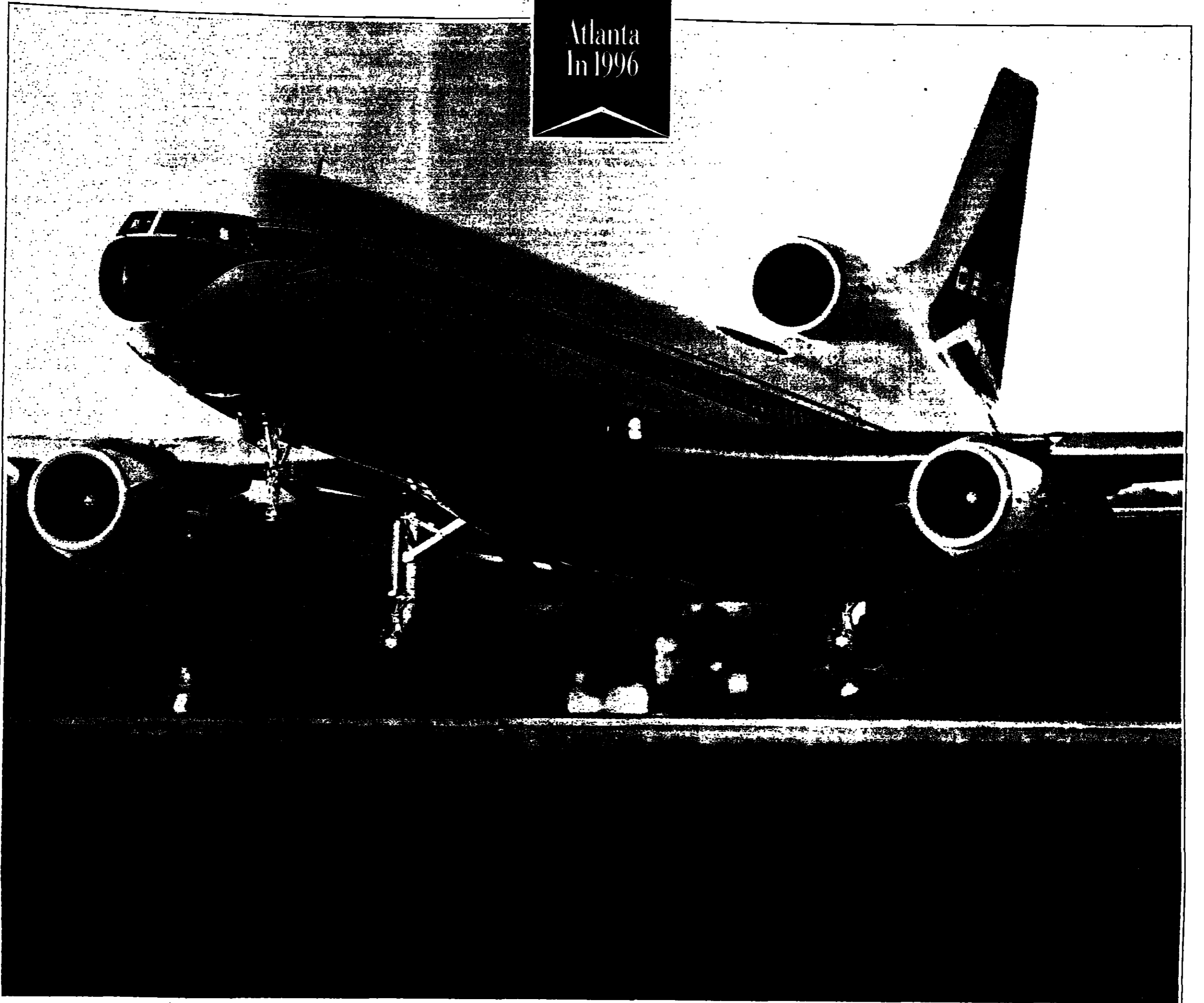
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AMERICAN TOPICS

Doctor's House Call Making a Comeback

The house call, once falling into disuse, is again becoming a mainstay of medical practice.

As recently as the 1950s, nearly every doctor made house calls, but this declined steadily because doctors did not consider them cost-efficient.

Proponents say house calls are good for doctors as well as patients. "When you walk into the house, you're on the patient's turf," said Dr. Larry Bernstein.

and was severely depressed. His family feared he had become irrational. The doctor realized that the man had become too frail to walk down the three stairs between those rooms and the rest of the house, but did not want to admit it.

Short Takes

Now that manufacturers are making cars more pollution-free every year, the U.S. Environmental Protection Agency is closing in on another substantial source of smog: gasoline-powered machinery like tractors, lawn mowers, leaf blowers, chain saws and outdoor motors.

Gem of the Day from the Ann Landers advice column: "Anyone who can swallow a pill at a drinking fountain deserves to get well."

About People

John Lithgow, who plays five different parts in "Raising Cain," a new thriller directed by Brian De Palma, says the classic remark when playing more than one part in a film is, "I've finally found an actor I can work with."

The name of the football coach at Osceola (Arkansas) High School will be on a lot of bumper stickers, signs and buttons this autumn, the Los Angeles Times notes. The coach's name is Clinton Gore.

Arthur Higbee

Tokyo Cringes as a Japanese Says He Seized Korean Women

By David E. Sanger

ABIKO CITY, Japan — From his modest house in this distant Tokyo suburb, Seiji Yoshida, now 78 and bent by age, has become something of a nightmare for the Japanese government: a self-described former war criminal eager to confess in front of the television cameras.

Often, he said, he grabbed screaming infants from the women's arms before forcing the women into trucks and shipping them to the front lines in China to serve in brothels for Japan's invasion force.

Thousands of the women never returned, some killed by Japanese soldiers and many others caught in the crossfire of battle.

"The screaming was terrible, but that was my routine throughout 1943 and 1944," Mr. Yoshida said recently, estimating that he had seized perhaps 2,000 women. "It was just like kidnapping. It may be the worst abuse of human rights in Asia in this century."

around a diplomatic minefield as elderly Korean women step forward after years of silence to demand reparations for their pain.

Apart from their accounts, Mr. Yoshida's memories are the most potent bit of testimony yet that Japan not only ran the brothels but also organized kidnapping squads to keep the sites supplied with tens of thousands of "manjū," or "comfort women."

Mr. Yoshida's story has come under intense attack from historians who describe it as the fictional musings of an old man seeking headlines. No other veterans have told similar stories, they point out, and there is no documentary evidence to back him up.

But the issue of his war experiences, like every argument here over the extent of Japan's war crimes, suggests that more is at stake than the facts.

It is one of the constant small skirmishes between those who say Japan has yet to come to terms with the war, and those who view disputes like this one as part of a campaign to humiliate Japan into a never-ending series of apologies.

Rarely has the struggle become as intense as this year, when every few weeks brings a fresh 50th anniversary of some event in the war.

"Japan is silent about this, but Japanese are angry," said Professor Ikuhiko Hata, one of Mr. Yoshida's leading critics. "The apologies are endless."

Confronted with overwhelming evidence gathered by a Japanese history professor who said he was tired of official obfuscation, the government grudgingly admitted in July that the military had recruited the women and run the brothels.

Until recently, many officials clung to the explanation that the brothel system was set up by private entrepreneurs.

Still, the government insisted that there was no evidence the women were forced into the work. Instead, it suggested that the 100,000 to 200,000 women were volunteers, or young women sold to "brokers" by their families, or innocents who had been duped into believing they were going to work at factories.

The government has rejected proposals for public hearings on the issue, saying it would violate the privacy of the women.

Others suggest the government has a different motive: If the women could prove that the government had a team of kidnapers at work, it might strengthen claims for compensation.

The South Korean government says it has collected the names of 155 people who say they deserve compensation. Of that number, 74 are women who say they were forced to work in brothels; the remainder are their survivors.

Mr. Miyazawa, apparently eager to see the issue

brought to rest, has said that Japan must find a way to "express our feelings of remorse" and has hinted that some form of compensation might be on the way.

Stories like Mr. Yoshida's keep the issue on the front pages. Starting with a book he wrote in 1983, long before the issue became a major political dispute, Mr. Yoshida said that he had been hired in Yamaguchi prefecture to direct a group of Korean policemen in "recruiting" the women. At the time, Korea was a Japanese colony.

"We would use 5 or 10 trucks, and sweep the villages, choosing two or three young women from each who would be suitable," he says. He describes many instances in detail, including a sweep through a factory on Cheju Island, off the southern coast of Korea, where many women were seized at a button factory.

But Mr. Yoshida's story has some problems. He confesses to having changed some details of events he presented as "facts" to avoid bringing shame on those he worked with and their families. Seiji is a post name he says he used to protect his own family.

Professor Hata and others dismiss the accounts as pure fabrication. "In Korea it was all through official arrangements or it was voluntary," he said. He teaches at Takushoku University, which once trained civil servants to administer Japan's colonies.

TAIWAN: After Years of Rejection, Taipei May Get a Choice of Fighters

(Continued from page 1)

But observers in Taiwan deny this, saying that Washington's sudden reversal took even local U.S. representatives by surprise.

Yet, despite Taiwan's long-held desire for the F-16, several sources said negotiations with France may be too advanced for Taiwan to turn back now.

French companies have been aggressively pursuing contracts for several high-priced infrastructure projects that are part of Taiwan's \$300 billion, six-year redevelopment plan, including a high-speed train and a nuclear power plant. Paris is said to have tied the sale of the Mirages to an economic package that will provide incentives and

draw Taiwan and France closer than ever.

Analysts say that local concerns about financing the six-year plan, despite Taiwan's \$83.2 billion in foreign exchange reserves, have made the French offer attractive. In addition, Taipei, which has been isolated diplomatically since most of the world switched recognition to Beijing 20 years ago, is eager to forge closer relations with a major European partner.

"I personally feel that even if Bush does release the F-16 the Taiwanese will buy the Mirages anyway," said the U.S. analyst. "They don't want the French to feel like they have been snickered."

There is also the possibility that Taiwan could buy both the U.S.

and the French planes, but that would be militarily undesirable, according to several sources, since it would require separate training, spare parts and logistics.

Still, in Taipei's view, that would be a slight inconvenience compared with the prospect of receiving neither plane. This could occur if the French concluded that they were being used and abandoned their effort in a huff, and then Mr. Bush decided not to approve the sale of the F-16.

"Mitterrand has been sending envoys to Beijing to explain why they shouldn't be worried about the Mirages and then Bush announces he may sell F-16s," the analyst said. "I could see how Mitterrand might want to forget the whole thing."

Both presidents have to weigh carefully the effect the sales would have on relations with Beijing. China has repeatedly warned Western countries not to sell weapons to Taiwan and has cooled relations with Paris since news of the possibility of the Mirage sale surfaced earlier this year.

But with the Cold War over, Beijing is no longer needed as an important strategic ally against Soviet expansion in Asia. In addition, military analysts say selling fighter planes to Taiwan would not alter the military balance in the region because Beijing's air force would still outnumber Taiwan's by as much as 5 to 1.

"The decision won't be based on the military requirements," the U.S. analyst said. Rather, politics will be the deciding factor. And with Mr. Bush's campaign faltering, the chances of the sale's being approved are better than ever, according to Joe Jopling, General Dynamics' vice president for Asia-Pacific, who arrived in Taipei late last week.

Airbus Catches Fire in Cairo

CAIRO — The pilot of a London-bound EgyptAir Airbus aborted the jet's takeoff on Sunday when the wheels apparently caught fire as the aircraft sped down a runway at Cairo International Airport, security officials said.

The crew and 260 passengers were evacuated safely from flight MS777 as fire fighters doused the jet's smoking undercarriage.

General and 8 Aides Die in Sri Lanka Blast

Compiled by Our Staff From Dispatches

COLOMBO — The general leading the war against Tamil separatists has been killed, along with eight of his top aides, in a land mine explosion, dealing the Sri Lankan government a severe blow in its nine-year fight against the rebel Liberation Tigers of Tamil Eelam.

A London-based spokesman for a rebel group, the Liberation Tigers of Tamil Eelam, claimed responsibility for the explosion, which destroyed the vehicle the officers were riding in Saturday. Ten people, including the driver, were killed. But it was not clear whether the mine had been intended to kill the officers, or was left over from an earlier campaign.

The explosion occurred on Kayts Island, which government forces retook from the rebels in November. The island is a few miles from the Jaffna Peninsula, the center of the Tamil insurgency. The Liberation Tigers and other groups are fighting for a homeland for the Tamils, who make up about 18 percent of Sri Lanka's 17 million people.

The mine exploded under the officers' vehicle as they were driving to a helicopter to fly back to the Jaffna Peninsula after a tour of the island. Those killed included Major General Denzil Kobbekaduwa, commander of the anti-separatist war, Brigadier General Vijaya Wimalaratne, the government commander in northern Sri Lanka, and three navy officers.

General Kobbekaduwa was to have become the army chief in January and had been part of the government's offensive against Tiger rebels since it began in 1983.

"We feel this is the time for the government to start negotiations," the rebel group spokesman said in London. "The government should realize the futility of going for a military solution."

Officials fear the possibility of a backlash against the Tamils by the majority Sinhalese. In 1983, the death of 13 soldiers in a landmine explosion touched off anti-Tamil riots in which thousands were killed.

Tamil guerrillas have killed at least 65 other soldiers and 8 policemen in ambushes in the last 15 days in the north and the east. More than 22,000 people have died since the war began.

In what may have been an attack of retaliation, gunmen killed 22 Tamil villagers and wounded 9 in a remote settlement in eastern Sri Lanka, the police said.

Officials said it was not immediately clear who killed the villagers in a raid in Batticaloa district, 240 kilometers (150 miles) east of Colombo. (AP, Reuters)

Vietnam Fears MIA Hunt Cloaks U.S. Espionage

By Barbara Crossette

NEW YORK — Asserting that the United States is making "excessive" demands in its search for servicemen still unaccounted for from the Vietnam War, Hanoi's chief delegate to the United Nations says that the Vietnamese have begun to fear that American inspections of prisons and archives are cloaks for espionage.

weekend at his Manhattan residence that his remarks reflected public opinion in Vietnam. But Americans who have close ties to Hanoi through private organizations say officials in some ministries and a faction of the Communist Party leadership wary of American influence have used what they consider the intrusiveness of the POW-MIA issue to justify and promote their hard-line positions, which are not shared by the general public.

Mr. Lang said that of particular concern to officials in Hanoi were repeated requests for "short notice" searches of prisons and sites to follow up reports that Caucasians believed to be Americans had been spotted alive.

He said that under new agreements reached this year with President George Bush's special envoy, General John W. Vessey, and a former assistant secretary of state

for East Asia, Richard H. Solomon, Hanoi had joined in 35 live-sighting searches.

"All those investigations have proved that all the information on live sightings given by the U.S. side was inaccurate, incorrect, false," he said.

Mr. Lang's comments reflect Hanoi's exasperation that progress toward the establishment of relations with the United States, which would unlock the door to American investment and participation in development, has been set back over the last few months by a series of events.

These include still-unproven Russian allegations that Vietnam may have held Americans after the U.S. troop withdrawal in 1973 and may have turned over some to Moscow. Mr. Lang implied that President Boris N.

Yeltsin's statements in June that Vietnam veterans could still be alive in the former Soviet republics could have been made for political reasons.

"The MIA issue is a very emotional, sensitive and complex issue," he said. "Nobody should be allowed to use that issue for his own profit because it would affect the sentiments of the American people as well as the Vietnamese people."

Hearings by the Senate Committee on POW-MIA Affairs have also served to reopen the issue to Hanoi's disadvantage.

"Relations between our two countries have been taken hostage in the hands of some strong MIA lobbies," Mr. Lang said. "So it is up to the lobbyists whether the United States and Vietnam have relations or not. That cannot be accepted."



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Handwritten text in Arabic script: 150 في المليون

150 من الاجل

# Heavy Arms Outlays Said to Strain Iran

By Youssef M. Ibrahim  
New York Times Service

PARIS — Iran has committed more than \$7 billion to buy jet aircraft, missiles, tanks and nuclear technology from China, North Korea and Russia, according to Arab, French and other officials who monitor Iran's military activity.

The program, which began in 1988, has been expensive. A West European embassy in Tehran advised its government last week that the Iranian economy was overstretched and that Tehran might not be able to honor its debts.

The West European sources recommended that letters of credit no longer be opened for Iranian businesses.

The Iranian effort has been largely eclipsed by other events, including the confrontation between the West and Iraq, and lately, the Yugoslav crisis.

But Saudi and French intelligence officials have signaled in the last few months that Tehran's campaign to rebuild its armed forces, which began in 1988 after the end of the eight-year war with Iraq, have been greatly aided by rising oil income and driven by determination to achieve superiority in the Gulf region.

"The idea is to regain their legitimacy as the regional military power in the Gulf, and they are getting there," a Saudi intelligence official said, adding that the effort "stands in the way of good relations with the Arab countries of the Gulf."

The Saudi and French officials said Iran spent or committed \$3.2 billion on arms in 1988 and 1989, primarily to Moscow for MiG aircraft and tanks.

In 1990 and 1991, they say, Iran spent or pledged \$4 billion more to buy tanks, missiles and fighter jets from China, North Korea, Russia and East European countries.

These weapons, most of which have already been acquired, include 24 MiG-31s, 24 MiG-27s, 68 MiG-29s, 12 Tupolev-22M bombers and several Ilyushin-76 electronic surveillance aircraft. There was apparently little objection from the United States.

The Strategic Survey of the International Institute of Strategic Studies added in May that Iran had ordered 72 fighter airplanes from China and 200 T-72 tanks.

In addition, Iran has obtained at least 100 Iraqi aircraft, mostly Russian-made MiGs and transport planes, that fled to asylum at various Iranian airports during the last days of the Gulf War to escape the allied bombing attacks.

The Iranians have said they intend to keep the aircraft as part of the compensation they have been demanding from Baghdad for the Iraq-initiated 1980-88 war.



Jewish settlers blocking police vehicles Sunday after the police arrested and removed settlers working on a house in the West Bank.

## ISRAEL: 'Stupid' Ban on PLO Talks May Be Revised

(Continued from page 1)

conviction for violating the law, and subsequently carried out a prolonged but unsuccessful hunger strike to urge parliament to repeal the legislation.

Rules show Israelis are more inclined toward such contacts with the PLO than in previous years. However, any legislation will run into a stiff fight from the rightist opposition.

In an earlier development Sunday, several hundred Jewish settlers, pouring their own cement and

laying concrete blocks, staged the first major challenge to Mr. Rabin's efforts to curtail expansion of settlements in the Israeli-occupied territories.

The settlers, from Kiryat Arba, near Hebron, erected part of a house on a tract near their community that had been slated for new construction but was then canceled. The army ordered them to stop, and attempted to dismantle the partially completed house.

A clash ensued between settlers in the dwelling and the soldiers, according to witnesses. Ten people

were arrested, Israel television reported, and three were injured, one moderately.

A compromise was later reached in which the settlers evacuated the building in exchange for a promise that it would be allowed to remain standing for two weeks while they applied for a building permit.

Meanwhile, 13 Jewish families occupied seven houses in the Muslim quarter of Jerusalem's Old City. They said they owned the houses, and were making the move to underscore that Jews could live anywhere in Jerusalem.

## Atrocity Reports From Bosnia Hit A Nerve in Israel

New York Times Service

JERUSALEM — Reports of atrocities in Serbian-run detention centers have struck a sensitive nerve in Israel, evoking memories of Nazi concentration camps and leading many people to say that their country has a special moral obligation to send help.

Last week, the Israeli legislature met to discuss the situation in Bosnia-Herzegovina, and Foreign Minister Shimon Peres announced that Israel would supply food and medical assistance.

It was an occasionally impassioned debate, one that continued in public print and on the air waves, with some political figures and scholars suggesting that Israel should send air force planes to bomb Serbian targets in defense of Bosnia-Herzegovina, where most of the victims are Muslims.

But there were no plans, government officials said, to send anything more than an unspecified amount of humanitarian aid.

"The reports of murder and suffering of those detained in Bosnia can only cause everyone in the world, and especially Jews, to feel revulsion to the depths of their souls," Mr. Peres said.

## IRAQ: New UN Team, Under Curb, Starts Inspections

(Continued from page 1)

informed it was a holiday marking the anniversary of the end of Iraq's eight-year war against Iran in 1988.

Iraq's official press organizations ignored the UN inspectors and played up a speech by President Saddam Hussein in which he vowed that Iraq would triumph over its enemies.

The challenge of the new UN inspections came as Iraqi Shiites, a dissenting community and Iraq's Sunnis, were mourning Ayatollah Abolqasem Khoei, who died over

the weekend. Baghdad declared three days of mourning.

The ayatollah was the Shiite movement's oldest and highest-ranking scholar. He had a large following in the Islamic world and was the "teacher of teachers" to leading Shiites who championed an Islamic revival.

The ayatollah, 92, died in Kufa, in southern Iraq, where he moved in 1990 after spending most of his life in An Najaf and writing more than 90 books.

Iraqi opposition sources in London said the Shiite city of An Najaf had been surrounded to prevent an

outpouring of grief. The sources said the ayatollah had been denied normal religious rites befitting a person of his rank.

But INA, the official Iraqi news agency, said that the "funeral was attended by Najaf Governor Karim Hassan Reda, officials from the Ministry of Endowments and Religious Affairs and a large crowd of clerics and followers."

The ayatollah was placed under house arrest last year after a Shiite uprising in southern Iraq against troops loyal to President Saddam at the end of the Gulf War.

## OLYMPICS: Some Old Barriers Fall in Barcelona

(Continued from page 1)

East Germany won 102 medals, including 37 golds. This year, the unified Germany won only 82 medals and 33 golds, trailing the Unified Team and the United States.

In track events, where their power was expected to be awesome, German athletes won only three gold medals: in the women's long jump (Heidi Drechsler), in the women's high jump (Heike Henkel) and in the men's 5,000-meter run (Dieter Bumann).

The stepped up drug testing caused many Eastern athletes to drop out. But many observers believe the real reason for the decline is Germany's gradual evolution.

National energies that used to be channeled into sports — one of the few permissible avenues for German competitive pride in the aftermath of World War II — are now being diverted into other pursuits.

For Cuba and China, however, the Olympics have assumed greater

importance than in the past. Survivors of the old alliance of doctrinaire Communist nations, they are investing more effort than ever in achieving Olympic excellence, hoping perhaps to persuade their people, if not the world, about the qualities of state planning.

Catching on to the strength of its boxers and baseball players, Cuba won 31 medals, including 14 golds. It was Cuba's first appearance in 12 years at the Olympics. The opening ceremony of the Games was attended by President Fidel Castro, in a rare foreign excursion that demonstrated the Games' political importance to his country.

China, participating in only its third Olympics, appears to have embraced the old East German system as a way of recapturing the allegiance of its disaffected young people and rehabilitating its image in the world. Making a formidable showing in diving, gymnastics and swimming, China racked up an un-

expected 54 medals, including 16 golds, trailing only the Unified Team, the United States and Germany.

"Since 1988 we have had only one thing on our minds, and that is to prepare for these Games," said Lin Zhwei, spokesman for China's Olympic delegation. "We now see the Olympics as a forum to demonstrate the kind of excellence that young men and women can achieve in our kind of society."

But for Vitali Scherbo, the six-time gold medal gymnast from Belarus competing for the Unified Team, the endless days of training for the higher political goals of the state seem rooted in the past.

"What really kept us together under the state-run Soviet system was our friendship and devotion to our sport," he said. "Now that we are free to do what we want, our interests are like any other people: We want to earn a good living and we want to see the world."

## 'Star Wars' Suffers New Funding Setback

Washington Post Service

WASHINGTON — Foes of the space-based anti-missile system have won a tentative victory in their attempt to force a deep cut in spending next year.

Supporters of the Strategic Defense Initiative failed, in a 43-to-49 vote, to block a proposal by Senators Jim Sasser, Democrat of Tennessee, and Dale Bumpers, Democrat of Arkansas, to cut \$1 billion from President George Bush's \$3.4 billion request for SDI next year. This cut would be on top of a \$1.1 billion reduction imposed by the Armed Services Committee.

Faced with the likelihood of a defeat on the Senate floor, the SDI backers then blocked a vote to approve

the cut. That forced Senate leaders to drop plans to work over the weekend on the defense authorization bill for fiscal 1993.

The defense bill, which included the SDI program, is scheduled to be brought up again this week, and SDI supporters indicated they will attempt to switch some votes and pick up others from senators who missed the earlier vote.

But several key SDI backers conceded it would be difficult, and some said the debate might be put off until Congress returns early next month from the recess set to begin Wednesday.

## Judge Seeks Wide Amnesty In South Africa

Washington Post Service

JOHANNESBURG — The chairman of a commission seeking the causes of political violence in South Africa has called for a blanket amnesty for all members of the police and other security forces, as well as members of the military wings of black nationalist groups, to allow a thorough investigation of the organizations.

Justice Richard Goldstone asked the organizations involved, "as a matter of urgency," to support a recommendation made by the United Nations secretary-general, Boutros Boutros Ghali, for a full inquiry into the operations of the police; the Defense Force; the African National Congress's military wing, the Pan Africanist Congress's Azanian Peoples' Liberation Army, and the KwaZulu police, which many blacks regard as a military wing of the Inkatha Freedom Party.

In a statement, Justice Goldstone said: "Without their active support and encouragement, this recommendation would not be capable of implementation. That would set back, if not destroy, the peace process."

**PROVISIONAL AIRPORT AUTHORITY HONG KONG**

**EXPRESSION OF INTEREST**

The Provisional Airport Authority intends to appoint Consultants to undertake planning and detailed design of basic infrastructure works in connection with the New Airport project.

The works will be split into several design packages of which the initial phase works shall generally comprise the following:-

- Temporary utilities
- Permanent utilities - power distribution, water services, gas distribution and overall utilities coordination
- Storm water drainage, foul sewerage and waste water treatment
- Irrigation system
- Domestic ferry piers, concourses and other miscellaneous marine facilities
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- Airfield pavements - runways, taxiways, aprons, and all associated markings and signage
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- Apron flood lighting

Organisations with relevant experience in the detailed design and execution of large scale infrastructure projects are invited to express interest and to apply by fax for the pre-qualification brief to:

The Project Director  
Provisional Airport Authority Hong Kong  
25th floor, Central Plaza  
18 Harbour Road  
Wanchai, Hong Kong  
(Prequalification for Infrastructure Design)  
Fax : (852) 824 3977  
Enquiries : (852) 824 7369

Expressions of interest should be received by Friday 14 August 1992, 12.00 Noon. Pre-qualification Briefs will be issued immediately upon receipt of expression of interest. The deadline for receipt of pre-qualification information will be 28 August 1992. All submissions should be in English language.

Preference will be given to established Hong Kong consultants or, in the case of joint ventures, those containing a strong local component.

All costs associated with any submission in response to this notice are entirely the responsibility of the applicant organisation(s) concerned.

The Authority reserves the right to reject any organisation's application at its discretion and without explanation.

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moreover I will have lunch every day .  
My school teacher will send you my  
school marks and , if you wish , I will  
write you some letters .  
I hope to hear from you soon  
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INTERNATIONAL Herald Tribune

Force Plus Diplomacy

It is urgent and right for the United Nations to authorize whatever it takes, including the use of force, to expose and shut down the places in Bosnia that press reports have identified as concentration camps.

The second requirement is to weld to any track of military action a parallel track for political action. Several political channels or forums, of course, have already been opened.

Games to Remember

In ancient times, warring city-states declared a truce while their young athletes, all male, went off to the Olympic Games.

stands to help him. Neither young man won a medal — just worldwide admiration. There were medal heroes and heroines galore.

A Trade Test for Clinton

Trade policy is about to burst into the American presidential campaign. President George Bush is expected to announce this week a free trade pact with Mexico and Canada.

This the United States will continue to muddle along with unemployment rates above 5 percent in good times, 7 or 8 percent in bad times, free trade pact or not.

Other Comment

What Is NATO Doing? Can NATO continue to stand aside from the Yugoslav conflict? Does an expensive military organization geared toward security in Europe still make sense if it watches the destruction of this security and of the most elementary human rights without acting?

history. Concern mingles with growing impotence and outrage. Since the conflict broke out last year, the world community and the United Nations, the Conference on Security and Cooperation in Europe and the powerful organizations of the West, NATO and the European Community, have proved to be helpless and internally divided.

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Bosnia: A Few Things the World Could Be Doing

NEW YORK — There is no sure solution to the Bosnian horror, short of massive Western military intervention. Even that might not work, or work soon enough. So my quarrel with George Bush — and especially with European leaders and United Nations officials — is not their failure to find a magic formula. It is their unwillingness to do what they can that might lessen or perhaps even end the bloodshed.

By Leslie H. Gelb Call upon the United Nations to establish a special commission right away to investigate war crimes under World War II Nuremberg rules. The evolving UN Security Council resolution on this seems to lack specificity and urgency. The commission should be empowered to hear evidence and issue arrest warrants. War criminals should know that from that day on they will never be able to set foot outside their countries without fear of trial.

relief efforts, both to quiet public outrage and to bid the fact that they are simply feeding the victims and doing little to prevent their being driven from their homes or killed. They publicly warn the Serbs, but in fact maneuver for surrender to Bosnian Muslims, hoping that the whole problem then will fade away. UN relief forces in Sarajevo now admit that they knew of the detention centers a month ago. They say they did not think it was their job to report the matter to higher-ups. UN refugee officials in New York say they did nothing with their knowledge of the camps because that was the Red Cross's job.

If Bush Hangs Back, Europeans Will Have to Lead

PARIS — Public opinion in the West is turning toward support for military intervention in the former Yugoslavia. The immediate demand is for action to open Serbian prisoner concentration camps to inspection, and to protect United Nations and other humanitarian programs among the civilian population. These would seem self-evidently desirable measures. They also promise to satisfy public opinion while minimizing the political risks to Western leaders.

By William Pfaff could also produce a hideous and inconclusive guerrilla struggle. Any military intervention in support of Bosnia should be accompanied by a guarantee that the Bosnian government remains pluralist in composition and accepts the Council of Europe's human rights principles, submitting itself to the jurisdiction of the European Commission on Human Rights and the European Court. (This is better than any more generalized adhesion to United Nations human rights standards, because the latter have no enforcement machinery, and in practice are not enforced.)

now occupy, where they consider that a third world war has broken out with them as its guiltless victims. However, their capacity to do harm would at least be reduced by a Western intervention. There is a case for doing nothing. Intervention enlarges the war even if it offers to shorten it. The risks are substantial. My own view is that Serbia's thus far successful territorial aggression, mass expulsions and practice of "ethnic cleansing" pose an unacceptable threat to the future both of ex-Communist Europe and the Western democratic community.

The Party on Trial for Truth's Sake

WASHINGTON — If you wish to understand the Soviet Union, Irving Kristol wrote 10 years ago, "you can make an excellent beginning by going to the movies and seeing 'The Godfather.'" Why? Because "the Soviet system since Stalin may be usefully regarded as a regime of Mafia-type types who, incredibly, have become the political establishment."

has argued, under these conditions full justice — that is, punishment — may not be possible. What is possible is truth: exposing with documentary evidence the evils of the previous regime. Chile, where the former dictator still controls the army, is like Russia, constrained from pursuing full "denazification." Accordingly, its new democratic government commissioned an official report on the country's political victims that accounted for executing detail for every one of the 2,025 people murdered by the Pinochet regime (as well as others who fell in the concurrent civil strife). Publication and proclamation of the truth produced in Chilean society a remarkable catharsis, the beginning of national reconciliation, and a degree of social peace achieved by few post-dictatorial countries.

1892: Gladstone Tired? LONDON — Continuing from last night's [Aug. 8] debate in the House of Commons, Mr. A. Balfour expressed surprise that Mr. Gladstone repeated, under the guise of Irish history, astonishing fables. Mr. Gladstone left the House a few minutes after Mr. Balfour began speaking. It is impossible to suppose that Mr. Gladstone was guilty of deliberate dishonesty, and we are forced to conclude that his rhetorical effort was too much for his physical powers and that it was necessary that he should at once seek rest. If Mr. Gladstone thus feels the effects of age after a single debate, what prospect is there of his enduring the ceaseless labors of the Cabinet and Treasury Bench?

Yugoslavia Is Europe's Business

By Fared Zakeria CAMBRIDGE, Massachusetts — The motley crew of critics condemning the Bush administration's policy in the Yugoslav republics has upped the ante. Right-wingers and left-wingers alike are urging America to intervene militarily in the conflict. With every fresh television broadcast out of Bosnia, one more congressman rises in indignation and demands that the president send in the troops. Before the United States makes such a critical commitment of force, it is worth asking what principles would underlie its action. The "realist" case for caution is simple. First, the United States has no strategic interests in the area. There is no danger of a general European war erupting out of the Yugoslav cauldron. The brutality in Bosnia is truly heartrending, as is brutality all over the world. But even if I knew how to stop ethnic groups from hating and killing one another, the U.S. government does not have a mandate from its people to expend their lives and treasure trying to resolve these ancient blood feuds. Second, Europeans, who have direct interests and ample armies to intervene in the Balkans, would certainly prefer to see the United States The great moral principle the United States is asked to fight for is justice for Europeans alone.

do their dirty work for them — as they have for the last 40 years. They would naturally prefer the free ride if the United States signals that it will take responsibility for this problem. Third, the nature of the conflict and Yugoslavia's terrain make it unlikely that military intervention would resolve matters. Recall that Hitler sent 37 divisions into this area during World War II and was still unable to conquer it. General Lewis Mackenzie, the UN commander in the region, told ABC News "Nightline" that to solve this problem militarily would require an operation that would "make Desert Storm pale in comparison." Cold-blooded logic, cry the critics. Foreign policy must be guided not just by a concern for America's interests but by moral principles. This school of thought, historically called "liberal internationalism" and associated with Woodrow Wilson, argues that politics abroad is like politics at home and must be guided by abstract notions of justice and liberty rather than prudence and calculation. The most important aspect of a moral principle is its universal nature, what Kant called the categorical imperative. Justice and liberty cannot be applied in one case and denied in another, for might cannot make one thing more right than another. What is the universal moral precept for which the United States must join battle in the Balkans? The answer has been flashed on television screens for the last few weeks: the murder of civilians and of one ethnic group by another. Yet that same tragedy is occurring nightly in several parts of the world, from Nigeria and Somalia in Africa to Azerbaijan and Armenia in Central Asia. Statistics are hard to come by, but clearly many more civilians have died in those countries than in the Yugoslav republics. The interventionists who rage with anger at the bloodshed in Bosnia are silent about these bloodier ethnic wars. The television cameras are strangely absent when these children die. One is forced to conclude that the great moral principle that the United States is being asked to fight for is not justice — but justice for Europeans alone. Orphans are killed by rival ethnic groups all over the world. White airplanes are flying only in the Balkans. Throw away the hypocrisy and the posturing and it becomes clear that the solution to the nightmare lies in Europe, not America. Forty years of calm — brought by bipolarity and nuclear weapons, not some advance in civilization — has debilitated the Europeans into thinking they can get peace and stability without paying prices and bearing burdens. The United States can best ensure the long-term security of Europe by making clear to the great powers of the Continent that they must once again return to the painful business of creating and maintaining peace. The writer, a fellow at the Olin Institute for Strategic Studies at Harvard University, contributed this comment to The New York Times.

1917: Agitation in Spain

MADRID — The Germanophile press, undoubtedly following instructions from the German Embassy, is waging a furious campaign against Se-

1942: Solomon Offensive

GENERAL MACARTHUR'S HEADQUARTERS, Australia — [From our New York edition:] Allied offensive by air, land and sea along a 1,000 mile arc extending from Lae and Salamaua, in New Guinea, to the western part of the Solomon Islands, northeast of Australia, was under way tonight [Aug. 9], with reports indicating favorable progress despite intense Japanese opposition. The United States Pacific Fleet was being assisted by other American forces and by Australian naval units.

1917: Agitation in Spain

MADRID — The Germanophile press, undoubtedly following instructions from the German Embassy, is waging a furious campaign against Se-

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Various small advertisements and notices on the right margin, including 'CAPITAL MAR...', 'THE TR...', 'World Index', 'Currency Rate', and 'International Herald Tribune'.

Handwritten text at the bottom center: 'Jp 11-150'



Yugoslavia  
Is Europe's  
Business

By Farred Zakaria  
The... of... in...  
... of... in...  
... of... in...

The great moral principle  
of the United States is to  
fight for justice  
for Europeans alone.

# BUSINESS

## CAPITAL MARKETS

### Test for Dollar With Only Central Banks on Its Side

By Carl Gewirtz  
International Herald Tribune  
**P**ARIS—Fireworks on the foreign-exchange market should calm what otherwise might be a midsummer lull this week. The skirmish between traders pressing for a lower dollar and monetary authorities seeking to maintain an orderly calm began in New York late Friday, just after European markets had closed for the week.

The timing appeared ideal. Hitting a vacation-thinned market at its most torpid stretch of trading. By all accounts, the market was also very fragile because it was short the dollar—most trading positions were set up in expectation of further declines.

**'A concerted approach by central banks to support the dollar would be successful.'**

See DOLLAR, Page 11

### Australia Affirms Airline Sale Plan

By Adam Bryant  
New York Times Service  
**SYDNEY**—The Australian government remains committed to the sale of its two airlines—the international carrier Qantas Airways and the domestic carrier Australian Airlines—despite opposition from within the ruling Labor Party, two government ministers said Sunday.

### TWA Plan at Impasse On Pension Liabilities

By Adam Bryant  
New York Times Service  
**NEW YORK**—Carl C. Icahn, chairman of Trans World Airlines, and the federal agency that insures the airline's pension fund have apparently broken off talks over Mr. Icahn's plan to reorganize the bankrupt carrier.

## China's Thirst for Markets Grows

### A Shenzhen Share Scramble Reserves Put in Foreign Bonds

Compiled by Our Staff From Dispatches  
**SHENZHEN, China**—China's latest stock offering unleashed violent scuffles and caused at least one death over the weekend as hundreds of thousands of people engulfed this city and officials expressed concern that many of the would-be capitalists did not know what they were doing.

Compiled by Our Staff From Dispatches  
**BEIJING**—China has invested more than \$10 billion in foreign bonds to diversify its growing foreign-exchange reserves, a Bank of China official said Sunday.

## China's Airlines to Seek Investment, Hire Foreigners

By Adam Bryant  
New York Times Service  
**BEIJING**—China's state-owned airlines plan to let foreigners invest in them and may also hire overseas managers for the first time as part of a campaign to reform state enterprises, the official China Daily said.

The CAAC director, Jiang Zhiping, said the system would be restructured into a "joint-stock enterprise" offering shares to domestic airlines and foreign businesses.

## Sabena Has \$10 Million Loss in Half

By Adam Bryant  
New York Times Service  
**BRUSSELS**—Sabena, Belgium's state-owned airline, has announced an operating loss of around 300 million francs (\$9.9 million) in the first half of 1992, Belgian media reported over the weekend.

The company cited lower-than-expected passenger numbers and worldwide problems of airline overcapacity as dampening business, the reports said.

### THE TRIB INDEX

International Herald Tribune World Stock Index, composed of 250 internationally investable stocks from 20 countries, compiled by Bloomberg Business News. Week ending August 7, daily closings, Jan. 1992 = 100.

Sector	87-92	70-92	% change
Energy	96.12	98.33	-2.30
Utilities	84.91	87.80	-3.17
Finance	74.43	74.57	-0.19
Services	98.88	99.77	-0.85
Capital Goods	97.08	99.02	-2.00
Raw Materials	102.5	103.27	-0.75
Consumer Goods	98.54	98.88	-0.14
Miscellaneous	105.24	105.78	-0.47

## Cry Hulbert! and Unmask the Dogs of Newsletters

By Susan Antilla  
New York Times Service  
**NEW YORK**—No one giving investment advice in a newsletter gets a perfect score. Indeed, it is the rare adviser who can match the brainless performance of the Standard & Poor's 500 with any regularity, raising the question of whether the pricey newsletters are worth the investment in them.

of Hulbert Financial Digest in Alexandria, Virginia, recently published his 12-year anniversary issue, highlighting the newsletters that performed best in the 5- and 12-year periods through June 30, 1992.

Higher pay and job security were the main issues in the talks affecting 219,000 workers at the five telephone companies. Both sides said they wanted to continue talking, and that strikes were unlikely.

## New York Notebook

### Chase No Longer Chases Worldwide Rainbows

Time was when hardly a month passed that David Rockefeller was not seen dedicating a piece of modern art to mark the opening of yet another foreign branch of the Chase Manhattan Bank. But that was before the debt bomb exploded, real estate crashed and Mr. Rockefeller retired as chairman.

## Dead Hand of Bureaucracy

How about those Russians still down on the farm? Has 70 years of communism permanently warped their economic horizon? Not at all, say an American, Robert J. Shiller of Yale, and two Russians, Maxim Boyko of the Academy of Sciences and Vladimir Korobov of the Kherson Pedagogical Institute, who surveyed academics in Russia and Ukraine.

## Send in the MBA Clowns

To celebrate the 25th anniversary of their school, hundreds of graduates of the Clow College of Ringling Brothers and Barzun & Bailey Circus Combined Shows Inc. got into costume last week and performed at children's hospitals in the United States and such far-flung places such as Nepal, Japan and Northern Ireland.

## CURRENCY RATES

Currency	Per \$	Per 100	Per 1000	Per 10000
Australia	1.62	162	16200	162000
Canada	0.72	72	7200	72000
France	6.55	655	65500	655000
Germany	1.36	136	13600	136000
Japan	161	16100	1610000	16100000
UK	1.50	150	15000	150000
Italy	1.36	136	13600	136000
Spain	166	16600	1660000	16600000
Sweden	8.46	846	84600	846000
Switzerland	0.89	89	8900	89000
Denmark	6.46	646	64600	646000
Norway	4.76	476	47600	476000
South Africa	1.50	150	15000	150000
South Korea	170	17000	1700000	17000000
India	47.8	4780	478000	4780000
China	8.27	827	82700	827000
Hong Kong	7.75	775	77500	775000
Taiwan	20.5	2050	205000	2050000
Malaysia	2.36	236	23600	236000
Singapore	1.36	136	13600	136000
Thailand	20.5	2050	205000	2050000
Philippines	47.8	4780	478000	4780000
Indonesia	1360	136000	13600000	136000000
Brazil	205	20500	2050000	20500000
Mexico	16.7	1670	167000	1670000
Argentina	167	16700	1670000	16700000
Colombia	167	16700	1670000	16700000
Venezuela	205	20500	2050000	20500000
Chile	167	16700	1670000	16700000
Ecuador	167	16700	1670000	16700000
Peru	167	16700	1670000	16700000
Uruguay	167	16700	1670000	16700000
Paraguay	167	16700	1670000	16700000
Bolivia	167	16700	1670000	16700000
Cuba	205	20500	2050000	20500000
Vietnam	167	16700	1670000	16700000
Laos	167	16700	1670000	16700000
Myanmar	167	16700	1670000	16700000
Nepal	167	16700	1670000	16700000
Bhutan	167	16700	1670000	16700000
Sri Lanka	167	16700	1670000	16700000
Pakistan	167	16700	1670000	16700000
Bangladesh	167	16700	1670000	16700000
India	167	16700	1670000	16700000
Sri Lanka	167	16700	1670000	16700000
Bhutan	167	16700	1670000	16700000
Sri Lanka	167	16700	1670000	16700000
Bhutan	167	16700	1670000	16700000

## Sweeping Up Scientists

Israel has taken in about 50,000 Jewish scientists and engineers from the former Soviet Union, and many of them are still sweeping the streets. Now, the country's largest high-tech company is marketing the computer skills of the immigrants abroad.

## Send in the MBA Clowns

To celebrate the 25th anniversary of their school, hundreds of graduates of the Clow College of Ringling Brothers and Barzun & Bailey Circus Combined Shows Inc. got into costume last week and performed at children's hospitals in the United States and such far-flung places such as Nepal, Japan and Northern Ireland.

## BusinessWeek

This week's topics:  
○ U.S. Inflation Is Dead, Right?  
○ General Motors' Winning Saturn  
○ Philips' Big Video Gamble  
○ IBM Sets Its PC Ship Afloat  
○ Why U.S. Olympic Pay TV Failed

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WEEKLY INTERNATIONAL BOND PRICES

Provided by Credit Suisse First Boston Limited, London. Tel: 322 40 00. Prices may vary according to market conditions and other factors. Aug. 7

Canadian Dollars

Issuer Cdn Mat Price Yld Bid

Short Term

Table of short-term Canadian dollar bonds with columns for Issuer, Cdn Mat, Price, Yld, Bid.

Governments/Supranationals

Table of government and supranational Canadian dollar bonds.

Banks

Table of bank Canadian dollar bonds.

ECU Straights

Table of ECU straight Canadian dollar bonds.

Corporates

Table of corporate Canadian dollar bonds.

Table of international bonds in various currencies.

Table of international bonds in various currencies.

Table of international bonds in various currencies.

Table of international bonds in various currencies.

Table of international bonds in various currencies.

Table of international bonds in various currencies.

NEW YORK (AP)

Table of New York market data and bond prices.

London

Table of London market data and bond prices.

Frankfurt

Table of Frankfurt market data and bond prices.

Paris

Table of Paris market data and bond prices.

MUTUAL FUNDS

Figures as of close of trading Friday, Aug. 7.

Table of mutual fund performance data.

Amsterdam

Table of Amsterdam market data and bond prices.

Berlin

Table of Berlin market data and bond prices.

Bombay

Table of Bombay market data and bond prices.

Buenos Aires

Table of Buenos Aires market data and bond prices.

Geneva

Table of Geneva market data and bond prices.

Hong Kong

Table of Hong Kong market data and bond prices.

Vertical advertisement on the right edge of the page, partially cut off.

Handwritten text at the bottom center: 150.00

(Continued on page 13)

150 من الالمان

New International Bond Issues

Compiled by Laurence Desvillettes

Table with columns: Issuer, Amount (millions), Mat., Coup. %, Price, Price and week, Terms. Lists various international bond issues from Abbey National Treasury Services to State Bank of New South Wales.

As Rates Hit 5 1/2-Year Low, Refunding Seems Easy

NEW YORK — The U.S. government bond market is in good shape for this week's quarterly refinancing operation, with the yield on the 30-year Treasury having fallen to its lowest level in five and a half years.

quarterly refunding and a slew of economic data due this week. The catalyst for a rally on Friday was the jobs data. Although the unemployment rate edged down to 7.7 percent last month from 7.8 percent in June...

tor at Bankers Trust Co. "The refunding should go smoothly. Rates are coming down, buy them now or buy them later at more expensive levels."

to report its consumer price index for July. In June, retail prices increased 0.3 percent. The weekly jobless claims report due Thursday is expected by some economists to carry distortions from General Motors Corp.'s two-week factory closures in July.

SHENZHEN: Stingy U.S. Yields Boost Global Income Funds

By Carole Gould

NEW YORK — With U.S. interest rates sliding to levels not seen in years, American investors are increasingly drawn to short-term global bond funds that offer higher yields than dollar-based money market funds and bank certificates of deposit.

securities that mature in less than three years. The yields are the best explanation for their popularity. The average 30-day yield was 7.9 percent as of June 30...

However, investors who held shares in the funds existing since 1989 earned a cumulative return of 32.3 percent, compared with 16 percent for the money market.

O & Y Claims Lenders Ready to Compromise

TORONTO — Less than two weeks before a court-ordered restructuring deadline, the insolvent retail estate giant Olympia & York Developments Ltd. and its creditors have replaced combativeness with cooperation.

The creditors appear to have dropped calls for a segregation of O & Y assets and an end to court protection and have ceased to demand property foreclosures. O & Y spokesmen said six creditor groups, representing all 91 lenders owed \$12.6 billion, see reorganization as the only hope for some return.

BUSINESS BRIEFS

Daewoo Plans Uzbek Joint Ventures

SEOUL (Reuters) — Daewoo Group, the big South Korean conglomerate, plans to set up three joint-venture plants worth a total of \$750 million in Uzbekistan by 1995 to produce vehicles, home appliances and textiles.

Taiwan Banks to Deal With China

TAIPEI (Reuters) — Taiwan will let its banks deal directly with mainland Chinese counterparts in order to ease trade, financial officials said on Sunday.

Japanese Firms to Join LNG Group

TOKYO (Reuters) — Japanese oil and trading companies will join an international consortium investing \$20 billion to develop offshore liquefied natural gas resources in Papua New Guinea, Tokyo's leading financial daily said Sunday.

Singapore's Economic Growth Slows

SINGAPORE (AP) — Singapore's economy is expected to grow by 4.5 percent to 5.5 percent this year, the Trade and Industry Ministry said on Saturday. Last year, Singapore had an economic growth rate of 6.7 percent.

Foreigners Obtained U.S. Farm Subsidies

WASHINGTON — Agriculture Department investigators say they have found foreign-owned farms skirting the law to collect thousands of dollars in federal subsidies.

U.S. Consumers Pay Down Debts

WASHINGTON — U.S. consumers, working off the debt hangover of the 1980s, cut their borrowing for the fifth consecutive month in June, the government said.

LOSERS: A Guide to the Guides

(Continued from first finance page) This often means the Hulbert letter is incorrectly assuming the sale of a winning security. Mr. Hulbert defends his practice, saying that new subscribers to a newsletter would not know of previous buy recommendations.

Last Week's Markets

Table showing stock indexes (United States, DJ Index, etc.), money rates (Discount, Fed funds rate, etc.), and weekly sales (Eurobond, etc.)

DOLLAR: Rates Against It

(Continued from first finance page)

these positions. With the dollar already near its historic low of 1.4430 DM, he warned that "it's dangerous, it could be very expensive" to bet on substantial further declines.

Eurobonds At a Glance

Table showing Eurobond yields for various maturities and currencies (U.S., U.K., etc.)

Weekly Sales

Table showing weekly sales for Eurobonds and Libor rates.

IN THE SUPREME COURT OF HONG KONG HIGH COURT MISCELLANEOUS PROCEEDINGS

IN THE MATTER OF BANK OF CREDIT AND COMMERCE HONG KONG LIMITED (IN LIQUIDATION) and IN THE MATTER OF THE COMPANIES ORDINANCE (Chapter 32)

NOTICE IS HEREBY GIVEN that, by an Order dated the 15th day of July 1992 made in the above matters, the Court has directed a Meeting to be convened of the Scheme Creditors (as that expression is defined in the Scheme of Arrangement hereinafter mentioned but essentially applying to every unsecured creditor whose net aggregate claim against Bank of Credit and Commerce Hong Kong Limited (In Liquidation) ("the Company") exceeds HK\$100,000) for the purpose of considering and, if thought fit, approving (with or without modification) a Scheme of Arrangement proposed to be made between the Company and the Scheme Creditors and that such Meeting will be held at Queen Elizabeth Stadium, 18 Oi Kwan Road, Hong Kong, on Tuesday the 1st day of September 1992 at 10 a.m. at which place and time all Scheme Creditors are requested to attend.

A copy of a printed composite document containing the said Scheme of Arrangement and the Explanatory Statement required to be furnished pursuant to section 166A of the above-mentioned Ordinance, together with a form of proxy can be obtained by any person entitled to attend the said Meeting by mail upon written application to the Special Managers of the Company at the registered office of the Company situate at 4th Floor, Stanhope House, 738 King's Road, Quarry Bay, Hong Kong.

The Scheme Creditors may vote in person at the said Meeting or they may appoint another person, whether a Scheme Creditor or not, as their proxy to attend and vote in their stead.

In the case of joint holders of a claim against the Company the vote of the senior who tenders a vote, whether in person or by proxy, will be accepted to the exclusion of the vote(s) of the other joint holder(s), and for this purpose seniority will be determined by the order in which the names stand in the most recent records of the Company relating to such claim.

It is requested that forms appointing proxies be lodged or sent so as to arrive at the registered office of the Company at 4th Floor, Stanhope House, 738 King's Road, Quarry Bay, Hong Kong not later than 48 hours before the time appointed for the said Meeting, but if forms are not so lodged they may be handed to the Chairman at the Meeting.

By the said Order the Court has appointed NICHOLAS PETER ETCHES or, failing him, GABRIEL CHI KOK TAM or, failing him, the Acting Official Receiver to act as Chairman of the said Meeting and has directed the Chairman to report the result thereof to the Court.

The said Scheme of Arrangement will be subject to the subsequent approval of the Court.

Dated the 6th day of August, 1992

JOHNSON STOKES & MASTER 18th Floor, Prince's Building, 10 Charter Road, Central, Hong Kong Solicitors for the Official Receiver and Liquidator of Bank of Credit and Commerce Hong Kong Limited

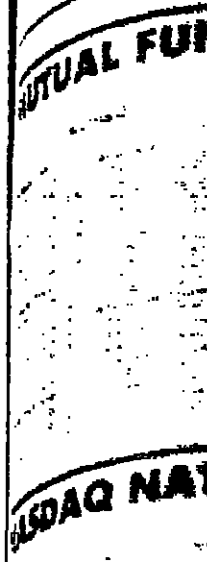
NASDAQ NATIONAL MARKET

OTC Consolidated trading for week ended Friday, Aug. 7.

Symbol	100s	High	Low	Close	Chg	Net
AAW	100	11.00	10.75	10.87	+0.12	100
ABW	100	11.00	10.75	10.87	+0.12	100
ADW	100	11.00	10.75	10.87	+0.12	100
AEW	100	11.00	10.75	10.87	+0.12	100
AFW	100	11.00	10.75	10.87	+0.12	100
AGW	100	11.00	10.75	10.87	+0.12	100
AHW	100	11.00	10.75	10.87	+0.12	100
AIW	100	11.00	10.75	10.87	+0.12	100
AJW	100	11.00	10.75	10.87	+0.12	100
AKW	100	11.00	10.75	10.87	+0.12	100
ALW	100	11.00	10.75	10.87	+0.12	100
AMW	100	11.00	10.75	10.87	+0.12	100
ANW	100	11.00	10.75	10.87	+0.12	100
AOW	100	11.00	10.75	10.87	+0.12	100
APW	100	11.00	10.75	10.87	+0.12	100
AQW	100	11.00	10.75	10.87	+0.12	100
ARW	100	11.00	10.75	10.87	+0.12	100
ASW	100	11.00	10.75	10.87	+0.12	100
ATW	100	11.00	10.75	10.87	+0.12	100
AUW	100	11.00	10.75	10.87	+0.12	100
AVW	100	11.00	10.75	10.87	+0.12	100
AWW	100	11.00	10.75	10.87	+0.12	100
AXW	100	11.00	10.75	10.87	+0.12	100
AYW	100	11.00	10.75	10.87	+0.12	100
AZW	100	11.00	10.75	10.87	+0.12	100
AAW	100	11.00	10.75	10.87	+0.12	100
ABW	100	11.00	10.75	10.87	+0.12	100
ADW	100	11.00	10.75	10.87	+0.12	100
AEW	100	11.00	10.75	10.87	+0.12	100
AFW	100	11.00	10.75	10.87	+0.12	100
AGW	100	11.00	10.75	10.87	+0.12	100
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AJW	100	11.00	10.75	10.87	+0.12	100
AKW	100	11.00	10.75	10.87	+0.12	100
ALW	100	11.00	10.75	10.87	+0.12	100
AMW	100	11.00	10.75	10.87	+0.12	100
ANW	100	11.00	10.75	10.87	+0.12	100
AOW	100	11.00	10.75	10.87	+0.12	100
APW	100	11.00	10.75	10.87	+0.12	100
AQW	100	11.00	10.75	10.87	+0.12	100
ARW	100	11.00	10.75	10.87	+0.12	100
ASW	100	11.00	10.75	10.87	+0.12	100
ATW	100	11.00	10.75	10.87	+0.12	100
AUW	100	11.00	10.75	10.87	+0.12	100
AVW	100	11.00	10.75	10.87	+0.12	100
AWW	100	11.00	10.75	10.87	+0.12	100
AXW	100	11.00	10.75	10.87	+0.12	100
AYW	100	11.00	10.75	10.87	+0.12	100
AZW	100	11.00	10.75	10.87	+0.12	100

(Continued on next page)

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MUTUAL FUNDS

Table of mutual fund performance with columns for fund name, price, and change.

NASDAQ NATIONAL MARKET

OTC Consolidated trading for week ended Friday, Aug. 7.

Table of NASDAQ trading data with columns for stock name, price, and change.

WORLD STOCKS IN REVIEW

Amsterdam

The stock exchange eased modestly, with the CBS all-share index sliding 1.6 points during the week to close on Friday at 197.0.

Brokers said the market was relieved that there was no rights issue. However, the million-dollar question of whether Hutchison will do a placement or rights issue later still remains.

London

Prices took a beating as the market was hit by a double whammy of bad news from British Petroleum and Barclays Bank.

Frankfurt

Trading was hesitant as investors reacted to mixed six-month results from banks. The DAX index fell 5.92 points, or 0.37 percent, to close at 1,609.50.

Deutsche Bank, which reported a 3.2 percent drop in first-half operating profit, fell 9 DM to 628 DM. Dresdner Bank and Commerzbank posted higher profits; Dresdner rose 10.80 to 337.80 and Commerzbank rose 2.80 to 240.30.

Hong Kong

Prices and volume fell in lackluster trading. The Hang Seng Index shed 50.65 points, or 0.5 percent, to close Friday at 5,850.93.

Milan

Stocks rebounded as investors welcomed a deal on salaries and the half-point cut in interest rates.

The MIB index gained 3.2 percent—most of it at the start of the week—to close on Friday at 817 points.

Early enthusiasm waned as hopes faded of an announcement from the government on ways to help the beleaguered stock exchange.

Paris

Share prices rose slightly as investors gave a guarded welcome to two poll results predicting a "yes" vote in next month's referendum on the European Community's economic and monetary union.

The CAC 40 index picked up 22.60 points during the week, or 1.3 percent, to close at 1,777.27 on Friday.

Investors welcomed the survey results, although analysts noted that the percentage expected to vote "no" had increased.

A statement by the Bundesbank president, Helmut Schlesinger, that there was little chance of another rise in German interest rates failed to satisfy nervous investors.

Singapore

Shares slumped as speculation increased of a further slowing in domestic economic growth.

Unfavorable corporate news also caused the Straits Times industrial index to lose a hefty 27.25 points during the week to close on Friday at 1,424.59.

U.K. Fund Managers Keep Favoring Bonds

LONDON — British fund managers continue to favor government bonds for their portfolios rather than equities, according to a survey by Gallup and Smith New Court Securities of 97 money managers controlling assets of \$547 billion (\$1.1 billion).

The latest poll, conducted in early August, showed 20 percent more fund managers plan to raise their holdings of foreign bonds and deposits than plan to reduce them, up from 12 percent in July.

Meanwhile, 30 percent more fund managers plan to increase their British government bond holdings, down only slightly from the record 32 percent in July, and up from 16 percent in June.

The preference for bonds is at the expense of stocks, especially British equities.

A positive balance of only 7 percent plans to lift British equity holdings, the lowest since the survey began in 1990 and down from 10 percent in July and as much as 49 percent in April.

Fund managers still intend to boost holdings of stocks in continental Europe and Japan.

A positive balance of 22 percent of fund managers will add continental stocks to their portfolios, down from 25 percent in July.

One in seven plans to add Japanese stocks, unchanged from July.

The number of fund managers planning to cut the size of U.S. stock holdings dropped to 16 percent in August from 26 percent in July and 37 percent in June.

Fund managers are also more gloomy about the future of the British economy than they were a month ago.

Only 2 percent said they expect the economy to pick up significantly in the next year, down from 6 percent in July and 13 percent in June.

The number who expect sluggish growth has fallen to 70 percent from 83 percent in July and June. Almost one of five see the economy flat in a year's time, up from 9 percent in July and 3 percent in June, while those who see continued contraction has expanded to 11 percent from 3 percent in July and 1 percent in June.

Similarly, hopes for British corporate earnings growth are being scaled back.

Earnings per share are estimated to expand by 5 percent in 1992, down from a 6 percent forecast in July, while next year's earnings growth is pegged at 9 percent, down from an estimated 10 percent last month.

Almost three-quarters of the fund managers said they back Britain's continued membership in Europe's exchange-rate mechanism.

The last time the question was asked, in February 1991, the percentage favoring the ERM was 70 percent.

Almost all fund managers thought the pound would be devalued against the Deutsche mark within the ERM in a year's time.

Of those, the average central rate against Deutsche mark was plus 2.92 DM, down slightly from the pound's current central rate in the ERM of 2.95.

Four out of five thought French voters would approve the Maastricht treaty.

Large advertisement for Camel cigarettes featuring a camel and the slogan 'WHY YOU CAN'. Includes text: 'Will Mansell win his first World Championship? To find out, catch Team Camel in action at the FIA Formula 1 World Championship. On TV. On radio. Or at any of the following tracks: HUNGARORING, FRANCORCHAMPS, MONZA, ESTORIL, SUZUKA, ADELAIDE, HUNGARY, BELGIUM, ITALY, PORTUGAL, JAPAN, AUSTRALIA, 16. 8. 1992, 30. 8. 1992, 13. 9. 1992, 27. 9. 1992, 25. 10. 1992, 8. 11. 1992. Team Camel, FORMULA 1, HUNGARORING, Budapest, August 16th.

Vertical text on the left edge of the page, including 'Women', 'Aides', 'Lanka Blast', 'A&T SERVICE', 'HOLE'.



MONDAY SPORTS OLYMPICS

OLYMPIC SCOREBOARD

MEDALS

Table showing medal counts for various countries including USA, Germany, USSR, and others.

Sunday's Finals

Table listing final results for various sports such as Boxing, Track and Field, Soccer, and Water Polo.

OTHER SPORTS

BASEBALL

Table containing Major League Standings and Friday's Line Scores for baseball.

BOXING

Table listing results for various boxing events including Super Middleweight and Flyweight.

Saturday's Bouts

Table listing results for Saturday's boxing bouts.

SOCCER

Table listing results for various soccer matches.

WATER POLO

Table listing results for water polo matches.

MEATS BASKETBALL

Table listing results for various basketball matches.

BOXING

Table listing results for various boxing events including Super Middleweight and Flyweight.

Saturday's Bouts

Table listing results for Saturday's boxing bouts.

SOCCER

Table listing results for various soccer matches.

WATER POLO

Table listing results for water polo matches.

MEATS BASKETBALL

Table listing results for various basketball matches.

TEAM HANDBALL

Table listing results for various team handball matches.

Saturday's Results

Table listing results for Saturday's team handball matches.

TRACK & FIELD

Table listing results for various track and field events.

Sunday's Result

Table listing results for Sunday's track and field events.

GYMNASTICS

Table listing results for various gymnastics events.

TEAM HANDBALL

Table listing results for various team handball matches.

Saturday's Results

Table listing results for Saturday's team handball matches.

TRACK & FIELD

Table listing results for various track and field events.

Sunday's Result

Table listing results for Sunday's track and field events.

GYMNASTICS

Table listing results for various gymnastics events.

Table listing results for various sports including Soccer, Water Polo, and Basketball.

Saturday's Results

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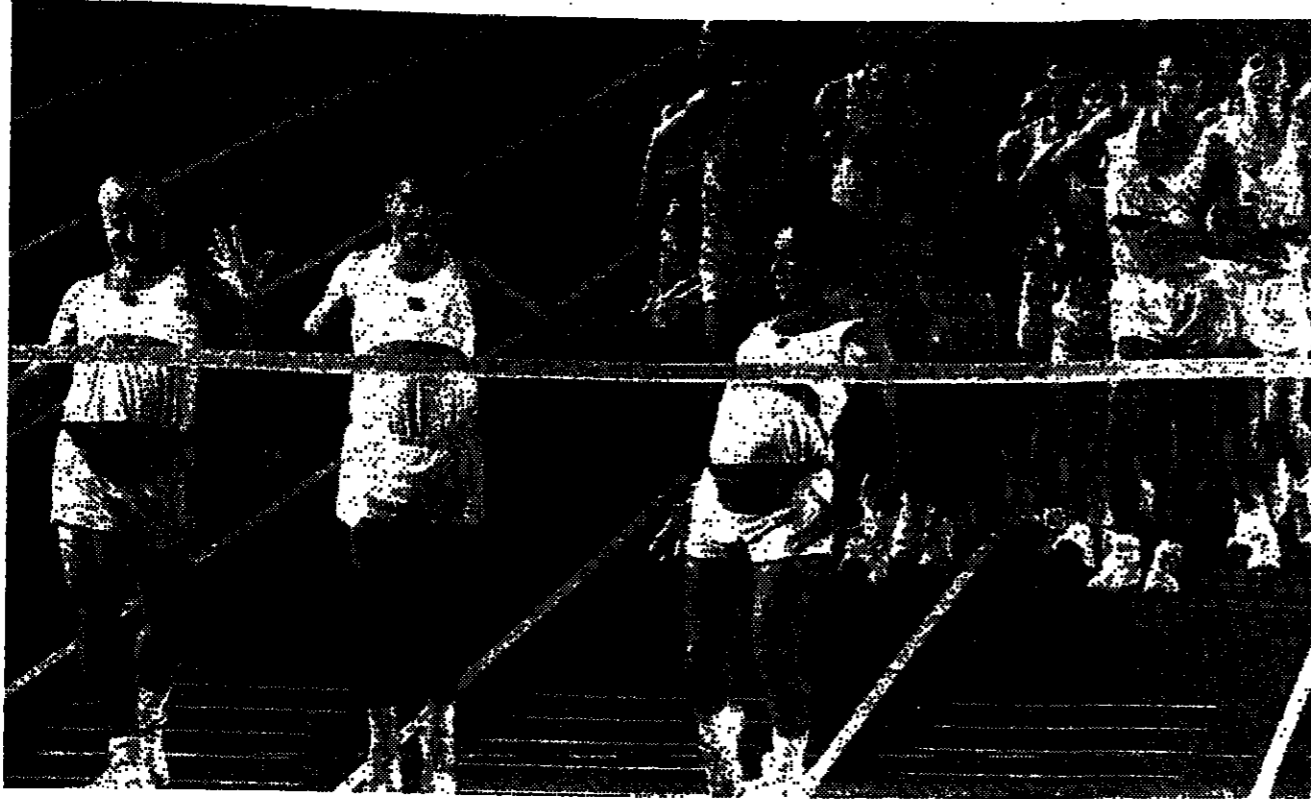
Ludger Beerbaum of Germany had two faultless rides on Classic Touch to win the individual jumping gold medal on Sunday.

Panasonic advertisement featuring a cartoon character and the text 'Thanks For Watching Our Olympic Coverage In Barcelona.' and 'Worldwide Video Equipment Sponsor 1992 Olympic Games'.

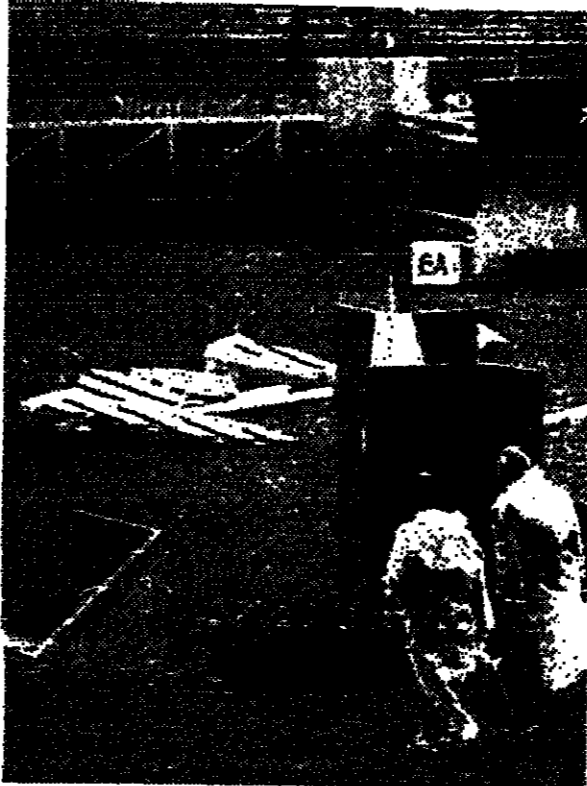




# MONDAY SPORTS OLYMPICS



The Spanish comedy group El Tricicle argued over how best to break the finish line during the closing ceremonies, while earlier officials at the equestrian site checked damage left by a thunderstorm and Tim Grubb of Britain took a spill during the jumping competition.



## As Barcelona's Flame Dies, Whatzit Springs From Embers

By Ian Thomson

**BARCELONA** — After playing host to the world for 16 days of athletic joy, Barcelona breathed a sigh and allowed the Olympic flame atop Montjuic to die on Sunday night. The Olympic flag was passed from Barcelona's mayor, Pasquell Maragall, president of the Barcelona Olympic Organizing Committee, to Mayor Maynard Jackson of Atlanta, host of the 1996 summer Games.

Seats in the Olympic Stadium filled slowly with life in the last hours of daylight as the last of the XXV Olympic athletes entered the track in completion of the men's marathon. Many collapsed past the finish line, ravaged by the final climb up Montjuic.

Less than two hours later, following the applauded entrance of King Juan Carlos, the national anthems of Catalonia and Spain were played. The Spanish comedy group El Tricicle then wandered onto the track, chased by a pack

of 30 disorderly walkers, all dressed in white uniforms. The trio turned the pack backward and led them off of the track, only to be beaten by the pack to the finish line while El Tricicle argued over how best to break the finish line tape. That encouraged laughter in a setting in which thousands of athletes previously had settled the culmination of their life's training.

The mounted division of the Barcelona police force performed a tattoo on the blue floor of the stadium, accompanied by the guitar music of the blind Spanish composer Joaquin Rodrigo. The 82-year-old tattoo was performed by 24 lancers in classic red costume.

A young ballarina danced "the will of the wisp," by Mamel de Falls, the Spanish composer and pianist who died in exile in Argentina in 1946. Around her, the Cristina Hoyos flamenco company mimicked the dance's evocative flames, while offstage the Spanish mezzo-soprano Teresa Berganza sang to the mystery of love, appearing and vanishing like a will of the

wisp in our lives, in the most classical form of flamenco.

This gave way to the "Ritual Fire Dance," a reflection of the Mediterranean and Hispanic soul, indeed an expression of the contradictions of the human soul in search of eternal beauty.

And then the athletes were greeted for the last time to the Olympic fanfare, composed and conducted by Carlos Santos, and amid the parade of flags from participating countries, which were gradually placed around the stage. In a change from previous closing ceremonies, representatives of the 15,000 athletes and officials who took part in these Games were seated with the public in the stands, and captured by spotlight as the parade of flags advanced.

Beneath the Olympic flame were raised the flags of Greece, the original Olympic country; of Spain, bidding farewell with the playing of the Olympic anthem; and the United States, preparing for the 1996 Games in Atlanta. Maragall gave thanks to participants and volunteers

in what has been the largest gathering in Olympic history, then gave way to International Olympic Committee president, Juan Antonio Samaranch, born in Barcelona, who officially closed these Games and called the world to meet in four years time for the XXVI Games in Atlanta.

A video introducing the world to Atlanta was shown, while on stage a group of dancers performed a jazzy ballet devoted to sport. Finishing with somersaults, they then danced through strips of blue silk representing the sea. On stage their new dance evoked images of the leaping, boxing, football, volleyball and other sports that draw the world together every four years time. In the end, the dancers applauded the winners, who then brought out the mascot of the 1996 Games.

Named Whatzit, it is a computer-generated character wearing oversized sneakers, with stars for eyes, Olympic rings for eyebrows, and four-digit hands.

As Petter Moshus, vice president in charge of design for the 1994 Winter Olympics in Lillehammer, Norway said, "To be honest, I don't like it."

While Placido Domingo sang the Olympic anthem, two volunteers lowered the Olympic flag, which was passed onto 16 children dressed in white, one for each day of the competition, who carried the flag away across the stadium floor — "upon this ground and under this sky," went the anthem, "which has witnessed thy unperishable fame."

In its final moments of life, the Olympic flame overlooking the stadium was serenaded by the *Cançons dels ocells*, a Catalan folk song performed by cellist Lluís Claret and soprano Victoria de los Angeles. To the vibrato of the cello, the flame was quenched and the stadium fell into darkness.

Light was replaced by a 40-minute celebration beginning with lights and fireworks, culminating in an explosion of red and yellow over the

stadium — an invocation of the big bang, the origin of the universe. A white rain of light emblematic of the Milky Way galaxy then fell from the sky, and the last celebration was on.

What followed was a celebration of the stars and the planets, the fire of the playful devil, the meeting of the bird and the serpent. A great dragon projected itself 25 meters (about 80 feet) above the rim of the stadium, surrounded by explosions and lightning. The festival was on.

"Friends for life," a composition by Sir Andrew Lloyd Webber, was sung by Josep Carreras and Sarah Brightman. At once a magic peal of bells was heard, and a silver boat was navigated to the center of the stadium. Among its crew was Cobi, mascot of the Barcelona Games, waving goodbye to the crowd. A thousand fireworks lighted the sky, and the Games echoed away to the joy of the rumba, danced on the stadium floor by athletes mixing with the public.

## S. Korean Wins in Marathon

The Associated Press

**BARCELONA** — Exactly 56 years to the day that a Korean last won the Olympic marathon, little-known Hwang Young Cho of South Korea mastered the menacing hills of Montjuic and took the gold medal Sunday.

His time was 2 hours, 13 minutes and 23 seconds.

The heat, humidity and the finishing hills knocked many of the favorites out of contention and took a toll on Hwang.

Not since Kitezi Son, a Korean running with a Japanese uniform and under the Japanese flag in 1936 at Berlin, had a Korean finished higher than fourth.

"In 1936, my compatriot ran under the Japanese flag," Hwang said. "It was a very painful event. This year, 1992, I'm running under the Korean flag and I'm very proud."

As he crossed the finish line in Olympic Stadium, Hwang collapsed and had to be helped off the track. He later appeared on the medals stand to accept the gold.

"After reaching the finish line, my leg muscles started hurting a lot," Hwang said after completing his fourth marathon. "I wanted to run another lap, a victory lap, with the Korean flag. It was a shame that happened to me."

Hwang and Koichi Morishita of Japan reached the hills about even. They ran together for about 2 kilometers (1 1/4 miles) more, before Hwang pulled away.

Morishita, unbeaten in his only two previous marathons, finished second in 2:18:45, becoming Japan's first marathon medalist since 1964.

Another unheralded marathoner, Stephan Freigang of Germany, took the bronze medal in 2:14:00.

Hwang's winning time was the slowest in an Olympic marathon since Mamo Wolde of Ethiopia won the 1968 race in 2:20:27 in the 7,285-meter (7,500-foot) altitude of Mexico City.

Most of the race favorites were not in serious contention after the early stages of the race and finished far back.



Andreas Tews of Germany prevented Faustino Reyes, 17, from winning Spain's first boxing gold.

## Cubans Prove Dominance in Boxing

By Michael Wilbon

**BARCELONA** — Not once during their dominance of Olympic boxing did the members of the Cuban team celebrate or demonstrate. Every now and then there was the trace of a smile or some hint of temporary satisfaction on the face of a coach or boxer. But when the tournament ended Sunday, after seven Cubans had collected gold medals during the two-day final round, the coach, Alcides Sagarra, allowed himself one grand statement of fact:

"This," he said, "is the best performance in the history of Olympic boxing. Never has anyone done what our team did." Indeed, no other team had ever won seven golds in a nonboycotted Olympics. With its two silver medals, the Cuban team walked away with first or second place in 9 of the 12 weight classifications.

Cuba dictated the terms of the competition, despite changing half the team after a disappointing showing — by Cuba's standards — at the World Championships in November. If not for two very questionable decisions that went against them in the quarterfinals, the Cubans would have claimed medals in 11 of the 12 divisions.

In 1980, Cuba's boxers collected six gold, two silver and two bronze medals, but a U.S.-led boycott of the Games in Moscow significantly diluted the competition there. Cuba boycotted the Summer Games of 1984 in Los Angeles and 1988 in Seoul.

"People have won 10 medals," Sagarra said, "but not with this many nations competing." The final day of the competition saw three of four Cuban fighters win gold medals. Only flyweight Ramon Gonzalez lost, to Choi Su Chol of North Korea, 12-2. Light welterweight Hector Vincent whipped Canada's Mark LeDuc, 11-1. Juan Lemus scored a 6-1 victory over the Netherlands' Orihan Delibes in a light middleweight bout. And super heavyweight Roberto Balado defeated Nigeria's Richard Igbineghu, 13-2.

Germany collected two gold medals, as featherweight Andreas Tews beat Spain's Faustino Reyes, 16-7, and light heavyweight Torsten May beat Rostislav Zaslavichny of the United Team, 8-3. The United States, which pushed only two boxers through to the final round, collected one gold, one silver and one bronze medal.

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## OLYMPIC NOTEBOOK

### Johnson, Guard Scuffle

Ben Johnson was expelled from the Olympic Village on Sunday after pushing a security guard and a volunteer worker, according to a spokesman for the Canadian team. The management at the Village said they expelled him following the incident. The Associated Press reported.

The Canadian spokesman, Frank Ratchiff, said Johnson did not have his accreditation with him, which triggered the disagreement. He said Johnson returned to Canada as scheduled later Sunday.

Johnson was the first-place finisher in the men's 100-meter dash at the 1988 Games, but two days later was disqualified from the Olympics, stripped of his gold medal and world record, and suspended for two years after testing positive for an anabolic steroid.

### Me and My Country

Why do athletes compete in the Olympics? The results of a survey indicates that, for the majority, the answer is personal. The New York Times reported.

When athletes in Barcelona were asked, "Who do you compete for at the Olympics?" 83 percent of the 100 Olympians responded, "For myself." When the question was worded, "What do you compete for at the Olympics?" 70 percent said their country. The survey was conducted by Asics, a shoe company. Half the athletes surveyed said they wanted to compete through the next Olympics.

### The Royals' Calling

King Juan Carlos and Queen Sofia came to the tennis stadium at Vall d'Hebron to watch the Spaniards competing for the two gold medals at stake there, but they had places to go and people to see long before the last forehand winner of the day was hit. The New York Times reported.

The king and queen came to the stadium around noon to watch Aranzazu Stuchez Vicario and Conchita Martinez, who settled for the

silver medal after being beaten in three sets by Mary Joe Fernandez and Gigi Fernandez of the United States. But the singles match that followed between Jordi Arrese and Marc Rosset of Switzerland lasted just more than five hours and the king and queen had to slip away to Montjuic and the final night of track and field.

Just so Arrese wouldn't feel deserted, they were replaced by Prince Felipe and the mayor of Barcelona, Pascual Maragall.

### Sentences Reduced

Irish featherweight Paul Griffin has had a one-year ban for trying to assault Olympic ringside officials cut to six months, Reuters reported. The International Amateur Boxing Association general secretary, Karl-Heinz Wehr, said his executive committee had decided the sentence was too harsh, "especially in view of his flawless behaviour on past occasions."

## Brazil Takes Volleyball Gold, U.S. Wins Bronze

The Associated Press

**BARCELONA** — Brazil won its first Olympic gold medal in volleyball Sunday, beating the Netherlands, 15-12, 15-8, 15-5.

Earlier, the United States beat Cuba, 12-15, 15-13, 15-7, 15-11, to win the bronze for its third successive Olympic medal.

The Brazilians played with unerring consistency, winning all their matches at the Games. Brazil is the only team to qualify in all volleyball contests at the Olympics since 1964.

The Dutch were attempting to pull off one of the greatest upsets in Olympic competition. They barely

qualified for the Games in May and went only 2-3 in the Group B preliminary round. But in the medal round, they upset world champion Italy and Cuba to reach the final.

Brazil's players appeared to be virtually dwarfed by the Dutch, which was the tallest volleyball squad in the history of the Games, but were much more adept at the net.

Brazil ended an 11-11 tie in the first game with a last-minute scoring streak and the Dutch seemed to fall apart in the second game with erratic passing and hitting, of

which the high-leaping Brazilians took advantage. Ahead two games to zero, the fired-up Brazilians easily swept the third game.

Marcelo Negao led Brazil with a game-high 28 kills on 45 attempts. Brazil was also helped by the steady scoring of Mauricio Lima, who led the competition with a 91.5 percent success level.

"The main factor was our team spirit," said Brazil's coach, Jose Guimarães.

Hard-hitting Ronald Zwerver led the Netherlands with 27 kills on 50 attempts, with Jan Posthuma recording a game-high five blocks.

"I must give the Brazilians great credit for their great attack, great athletes and their great improvisational ability," said the Dutch captain and setter, Avital Selinger.

In the U.S.-Cuba match, Cuba started strongly behind the spiking of Joel Desjardine, who recorded 30 kills in 54 attempts, and the blocking of Abel Sarmiento.

However, the United States then grasped control of the match and won the next three sets to take the bronze.

The medal was some consolation to the United States, which earlier in the tournament lost a controversial decision to Japan that resulted

in the players staging a protest by shaving their heads.

That symbolic gesture seemed to spur the U.S. players to perform with greater unity and intensity and they won every remaining match in the preliminary round until being beaten by Brazil in the semifinals.

"You don't want to end a tournament with a loss, to have ended it with two losses back to back would have been devastating," said a U.S. team member, Dong Paris.

The U.S. men's volleyball team has now received a medal in three straight Olympics, having won the gold in both 1984 and 1988.



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POSTCARD Digging for Fellini

By Joan Dupont
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Among the 'Dangerous Friends' of Peter Viertel



Peter Viertel with Orson Welles in the 1970s; inset Viertel today.

PARIS — Autobiography inevitably involves a dollop of delusion, evasion and just plain getting even: a delicate mix which not everyone can handle as Frank Sinatra has. To, as he put it, "set the record straight," he has agreed to a five-hour CBS television life story — produced by his daughter, Tina. "I'm satisfied we got to the truth," the writer of the series told the Los Angeles Times.

Peter Viertel, a screenwriter and novelist best known for "White Hunter, Black Heart," a novel inspired by his adventures with John Huston at the time of "The African Queen," has chosen to tell his story through his more celebrated chums. Viertel's

"The physical aspect of European intellectuals was so totally different from what an American kid wants to be. I knew Bert Brecht was close to being a genuine but he was a funny looking man to me. When Peter's first novel, "The Canyon," was successfully published when he was only 19, everyone thought it had been written by his more intellectual older brother.

happiest with older people. Even Jigee was five years older, and Shaw nine. Everyone indulged him and almost everyone failed him. Huston with his gift for distraction, Hemingway by encouraging him and then telling Dominguin that Viertel had talent but probably would write nothing important.

MARY BLUME
memoir, "Dangerous Friends: At Large with Huston and Hemingway in the Fifties," published this month by Nan A. Talese/Doubleday in New York.

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